

JUAB COUNTY

Financial Statements

December 31, 2008

JUAB COUNTY
Financial Statements

December 31, 2008

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INDEPENDENT AUDITORS' REPORT

Honorable Board of County Commissioners
Juab County
Nephi, Utah

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Juab County, Utah, as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Juab County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Juab County, Utah, as of December 31, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2009 on our consideration of Juab County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying Management's Discussion and Analysis, budgetary comparison information and infrastructure information on pages MDA-1 through MDA-7 and pages 38 through 41, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the County's basic financial statements. The combining and individual fund and account group financial statements and other statements and schedules as listed in the supplementary information section of the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements of Juab County. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.



HAWKINS CLOWARD & SIMISTER, LC
CERTIFIED PUBLIC ACCOUNTANTS

June 10, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

INTRODUCTION

This Management Discussion and Analysis (MD&A) of Juab County's financial performance is designed to assist readers in understanding the County's basic financial statements, the relationship of different types of statements, and the significant differences in the information they provide. The MD&A will identify changes in the County's ability to address the next and subsequent year's financial needs, based on currently known facts and is best understood if read in conjunction with Juab County's basic financial statements.

FINANCIAL HIGHLIGHTS AS OF THE CLOSE OF FY 2008

The government-wide assets of Juab County exceeded its liabilities by \$252,198,250. Of this amount, \$3,725,110 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net assets increased by \$1,331,455.

The County's governmental funds reported combined ending fund balances of \$7,298,156 an increase of \$569,085 over the prior year's ending fund balances. Governmental funds report capital outlay as expenditures.

The General Fund transferred \$332,884 to the Capital Projects Fund, increasing the equity in the Capital Projects Fund to \$1,392,235 at year-end. The General Fund also transferred \$760,651 to the Risk Management Reserve Fund, increasing the equity in that fund to \$967,027 at year end. The General Fund increased its available equity by \$55,097 to \$2,137,113. The Class B Road Fund expended \$673,995 more than its revenues, decreasing its equity to \$2,358,315.

OVERVIEW OF THE FINANCIAL STATEMENTS

Juab County's financial statements focus on both the County as a whole (government-wide), and on the major individual funds. "Funds" are resources segregated for the purposes of implementing specific activities in accordance with special regulations, restrictions, or limitations. Both government-wide and fund perspectives allow users to address relevant questions and understand changes in financial conditions. The structure of the financial statements is presented below.

The MD&A is intended to be an introduction to Juab County's basic financial statements and is comprised of three components, including government-wide financial statements, fund financial statements, and notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed so that all governmental and business-type activities are reported in columns, which add to a total for the primary government. The Statement of Net Assets provides bottom line results of the County's activities as a whole and presents a longer-term view of the County's finances. The Statement of Net Assets and the Statement of Activities report information about Juab County's financial position and activities in the following categories:

Governmental activities - Most of the County's basic services including general administration are reported here. Property taxes, fees, and state and federal grants finance most of these activities.

Business-type activities - Fees are charged to cover the cost of services provided by the Municipal Building Authority, Landfill Operations, and the JRDA Landfill.

Component Units – The County includes separate legal entities in its report – Fire District, Special Service District #1 and Special Service District #2. Although legally separate, these component units are important because the County is financially accountable for them.

Fund Financial Statements

Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide detailed information that focus on the most significant funds rather than the County as a whole. Major funds are separately reported to control and manage money and to show that legal responsibilities are met for certain taxes, grants and other designated funds. Juab County uses the following types of funds:

Governmental Funds – Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. Juab County has the following major governmental funds – General, B Road and Capital Projects. The Services accounted for in the General Fund include general government, public safety, judicial, public health, highway and public improvements, economic development.

Proprietary Funds – Consist of enterprise funds used to account for operations that are financed and operated in a manner similar to private businesses. Juab County has three Enterprise Funds – Municipal Building Authority, Landfill Operations and JRDA Landfill.

Fiduciary Funds – Fiduciary funds are used to account for resources held by Juab County in a trustee capacity or as an agent for the benefit of other individuals, governmental units or other funds. Fiduciary funds are not reflected in the government-wide financial statements, as the resources of those funds are not available to support the County's activities.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18 through 38.

FINANCIAL ANALYSIS OF JUAB COUNTY, UTAH:
GOVERNMENT-WIDE FINANCIAL STATEMENTS

Comparative Information

Revenues and Expenses

The revenues of the County for 2008 and 2007 are as follows:

<u>Program Revenues</u>	<u>2008</u>	<u>2007</u>
Fees, Fines and charges	\$ 2,795,018	\$ 2,481,587
Operating grants, contributions	3,566,456	3,028,221
Capital grants, contributions	<u>1,134,667</u>	<u>202,675</u>
	<u>7,496,141</u>	<u>5,712,483</u>
 <u>General Revenues</u>		
Property tax	2,227,430	1,847,076
Sales tax	749,843	814,923
Other taxes	182,188	168,278
Interest	221,066	381,505
Other	<u>18,139</u>	<u>421,477</u>
	<u>3,398,666</u>	<u>3,633,259</u>
 Total revenues	 \$ <u>10,894,807</u>	 \$ <u>9,345,742</u>

See page 4 of financial statements for program expenses by function.

Net Assets

The County's assets exceeded its liabilities at the close of FY08 by \$252,198,250. The largest segment of the County's net assets reflect its investment in capital assets (e.g. land, infrastructure, buildings and equipment), less any related outstanding debt used to acquire those assets. Capital Asset resources are not available for future spending and cannot be liquidated to pay off related liabilities. Resources needed to repay capital-related debt must be provided from other funding sources.

The following is condensed information from the government-wide financial statements, not including amounts of component units.

	Governmental Activities	Business-Type Activities	2008 Total	2007 Total
Capital assets	\$243,571,870	\$ 4,118,030	\$247,689,900	\$245,905,336
Other assets	<u>7,768,157</u>	<u>1,383,435</u>	<u>9,151,592</u>	<u>8,123,538</u>
Total Assets	<u>\$251,340,027</u>	<u>\$ 5,501,465</u>	<u>\$256,841,492</u>	<u>\$254,028,874</u>
 Total liabilities	 \$ 905,954	 \$ 3,737,288	 \$ 4,643,242	 \$ 3,162,083
 Net Assets				
Invested in cap, assets, net of related debt	\$243,571,870	\$ 1,094,218	\$244,666,088	\$244,194,030
Restricted for				
Class B Road	2,358,315		2,358,315	3,032,308
Economic Development	234,957		234,957	216,704
RS2477 Costs	33,817		33,817	37,716
Debt Service		919,847	919,847	508,750
Landfill Closure		260,116	260,116	212,533
Unrestricted	<u>4,235,114</u>	<u>(510,004)</u>	<u>3,725,110</u>	<u>2,579,241</u>
Total net assets	<u>\$250,434,073</u>	<u>\$ 1,764,177</u>	<u>\$252,198,250</u>	<u>\$250,866,790</u>

General Fund Budgetary Highlights

During the year ended December 31, 2008, the following changes were made to the General Fund Budget with Resolution No. 12-15-08:

Increase to the following departments:

Commission	\$ 3,500
District Court	250
Data Processing	20,000
Clerk/Auditor	250
Attorney	7,000
Surveying	3,000
Auditing	19,000
Rural Public Lands	16,000
UAC Dues	29,000
Workers' Compensation	27,100
Property Insurance	51,500
Sheriff	95,500
911 System	127,500
Six County Contracts	145,000
Homeland Security	246,500
Mosquito Abatement	12,100
Libraries	800
Trans to Capital Projects	332,884
Trans to Risk Management	<u>485,000</u>
Total increase in expenditures	<u>\$1,621,884</u>

The following revenues were increased:

Property Tax Revenue	\$ 28,133
Sales & Use Taxes	275,000
Prop Tax Current A&C	32,000
Prior Year Tax A&C	4,000
Fee In Lieu A&C	24,000
Land Exchange Dist	100,990
Payment in Lieu Taxes	383,801
Meth Grant	33,060
Emergency Serv Grant	12,750
Homeland Security Grant	364,299
EMS Medical Serv Grant	17,919
Grant Miscellaneous	4,000
911 Grant	127,484
Mosquito Abatement Grant	12,000
Alcohol Enforcement	10,000
Victim's Advocate Grant	20,653
Jail Fees	95,000
E. Ambulance Fees	27,295
Contingency	<u>49,500</u>
Net increase in revenues	<u>\$1,621,884</u>

See pages 40 and 49-52 for summary of changes and variances from actual results.

Capital Asset and Debt Administration

Capital Assets

Capital assets are reported in the government-wide financial statements in both the governmental activities and business-like activities. They are further divided into categories of assets not being depreciated (land and infrastructure) and those not being depreciated. The County's use of the 'modified approach' for reporting infrastructure assets is explained on pages 38 and 39 of the financial statements. Also, please see Note 6 to the financial statements starting on page 30 for more detail.

Long-term Debt

The County issued series 1995 A and 1995B Municipal Building Authority Lease Revenue Bonds totaling \$2,304,500. Repayment of these bonds continue through January 1, 2019. The total amount remaining on the principal is \$1,209,250.

The County issued series 1997 Landfill Revenue Bonds in the amount of \$263,000. Repayment of the bonds continue through July 1, 2011. The total amount remaining on the principal is \$74,310.

The County approved a financing agreement with the Juab Municipal Building Authority in 2003 to construct an addition to the Public Safety Building for \$245,493. The loan will be paid in 20 annual payments, the final payment due October 23, 2023. The remaining principal balance is \$193,745.

The County issued Lease Revenue Bonds, series 2008 in the amount of \$800,000 for construction of a new road department building. Repayment requires annual payments through January 1, 2038.

The County issued lease revenue bonds in the amount of \$657,000 for the construction of two fire stations. Payments are expected to begin in 2010.

Please see Note 4 to the Financial Statements starting on page 25 for more detail.

Business-type Activities

Please see Notes 13 and 14 to the Financial Statements starting on page 35 for more detail.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Juab County Commission will consider a number of factors when setting future Budgets, including but not limited to the unemployment rate, increase/decrease in market values of property and tax rates. Beginning in 2008, the County Commission has made significant changes to the debt of the County. Juab Municipal Building Authority has built, or is building, three road sheds, two fire stations, and significant fairgrounds improvements.

Contacting the County's Financial Management

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and show accountability for the money it receives. If you have questions about this report or need additional financial information, contact Patricia M. Ingram, Juab County Clerk/Auditor, 160 North Main Street, Nephi, Utah 84648.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by accounting principles generally accepted in the United States of America. The statements include:

- Government-wide financial statements

- Fund financial statements

 - Governmental funds

 - Proprietary (enterprise) funds

 - Fiduciary funds

 - Component Units

JUAB COUNTY
Government-wide Statement of Net Assets
December 31, 2008

	Primary Government			Component
	Governmental	Business-Type	Total	Units
	Activities	Activities		
ASSETS				
Cash and cash equivalents	\$ 4,678,025	\$ 686,666	\$ 5,364,691	\$ 47,390
State Treasurer's Investment Pool	2,302,970		2,302,970	3,464,423
Accounts receivable	139,378		139,378	1,436
Interest due from Treasurer	1,005		1,005	
Property taxes receivable	76,211		76,211	
Short-term interfund receivable	526,230	(526,230)		
Due from other governmental entities	25	43,036	43,061	
Other assets				5,200
Restricted assets				
Cash and cash equivalents	44,313	1,179,963	1,224,276	
Capital assets				
Buildings and machinery	12,219,513	4,963,059	17,182,572	3,288,488
Infrastructure	234,448,765		234,448,765	
Land	2,787,142	279,688	3,066,830	166,752
Accumulated depreciation	(5,883,550)	(1,124,717)	(7,008,267)	(1,756,208)
Total assets	<u>\$ 251,340,027</u>	<u>\$ 5,501,465</u>	<u>\$ 256,841,492</u>	<u>\$ 5,217,481</u>
LIABILITIES				
Accounts payable and accrued expenses	\$ 306,887	\$ 3,142	\$ 310,029	\$ 3,610
Accrued interest		24,262	24,262	
Other accrued liabilities	147,729	5,291	153,020	
Inmate deposits	15,385		15,385	
Compensated absences	435,953		435,953	
Obligations under capital lease				
Noncurrent liabilities				
Due within one year		166,003	166,003	
Due in more than one year		3,538,590	3,538,590	111,494
Total liabilities	<u>\$ 905,954</u>	<u>\$ 3,737,288</u>	<u>\$ 4,643,242</u>	<u>\$ 115,104</u>
NET ASSETS				
Invested in capital assets, net of related debt	\$ 243,571,870	\$ 1,094,218	\$ 244,666,088	\$ 1,587,538
Restricted for				
Class B Road	2,358,315		2,358,315	
Economic Development	234,957		234,957	
RS2477 Costs	33,817		33,817	
Debt service		919,847	919,847	
Landfill Closure		260,116	260,116	
Mineral Lease				2,150,445
Unrestricted	4,235,114	(510,004)	3,725,110	1,364,394
Total net assets	<u>\$ 250,434,073</u>	<u>\$ 1,764,177</u>	<u>\$ 252,198,250</u>	<u>\$ 5,102,377</u>

JUAB COUNTY
Government-wide Statement of Activities
For the Year Ended December 31, 2008

Program Activities	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 2,208,952	\$ 485,055	\$ 1,493,445	\$ 17,562
Courts	236,964	631,691		
Buildings and grounds	481,922	57,538		
Public safety	3,082,752	847,338	140,215	448,105
Public health	201,346			12,000
Roads and public improvements	2,846,596	122,155	1,932,796	
Total governmental activities	<u>9,058,532</u>	<u>2,143,777</u>	<u>3,566,456</u>	<u>477,667</u>
Business-Type Activities				
Municipal Building Authority	128,718	151,842		657,000
Landfill Operation	163,655	204,668		
JRDA Landfill	212,447	294,731		
Total business-type activities	<u>504,820</u>	<u>651,241</u>		<u>657,000</u>
Total primary government	<u>\$ 9,563,352</u>	<u>\$ 2,795,018</u>	<u>\$ 3,566,456</u>	<u>\$ 1,134,667</u>
Component Units				
Fire District	\$ 703,825	\$ 78,843		\$ 479,633
Special Service District #1	22,187	5,795		
Special Service District #2	433,159		\$ 1,000	798,235
Total component units	<u>\$ 1,159,171</u>	<u>\$ 84,638</u>	<u>\$ 1,000</u>	<u>\$ 1,277,868</u>
General Revenues				
Taxes - advalorem				
Taxes - sales and use				
Taxes - restaurant				
Taxes - transient room				
Taxes - liquor				
Interest income				
Other income				
Total general revenues				
Change in net assets				
Net assets at beginning of year				
Net assets at end of year				

Net (Expenses) Revenues and Changes in Net Assets			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (212,890)		\$ (212,890)	
394,727		394,727	
(424,384)		(424,384)	
(1,647,094)		(1,647,094)	
(189,346)		(189,346)	
(791,645)		(791,645)	
<u>(2,870,632)</u>		<u>(2,870,632)</u>	
	\$ 680,124	680,124	
	41,013	41,013	
	82,284	82,284	
	<u>803,421</u>	<u>803,421</u>	
<u>(2,870,632)</u>	<u>803,421</u>	<u>(2,067,211)</u>	
			\$ (145,349)
			(16,392)
			<u>366,076</u>
			<u>204,335</u>
2,227,430		2,227,430	565,411
749,843		749,843	
87,691		87,691	
74,885		74,885	
19,612		19,612	
163,514	57,552	221,066	94,753
18,139		18,139	
<u>3,341,114</u>	<u>57,552</u>	<u>3,398,667</u>	<u>660,164</u>
470,482	860,973	1,331,455	864,499
<u>249,963,591</u>	<u>903,204</u>	<u>250,866,795</u>	<u>4,237,878</u>
<u>\$ 250,434,073</u>	<u>\$ 1,764,177</u>	<u>\$ 252,198,250</u>	<u>\$ 5,102,377</u>

JUAB COUNTY
GOVERNMENTAL FUNDS
Balance Sheet
December 31, 2008

	General Fund	Class "B" Road Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 1,670,718	\$ 203,700	\$ 1,392,235	\$ 1,411,372	\$ 4,678,025
State Treasurer's Investment Pool		2,302,970			2,302,970
Accounts receivable	136,561	2,817			139,378
Accrued interest receivable	1,005				1,005
Property taxes receivable	76,211				76,211
Short-term interfund receivable	526,230				526,230
Due from other governmental entities	25				25
Restricted cash	44,313				44,313
Total assets	<u>\$ 2,455,063</u>	<u>\$ 2,509,487</u>	<u>\$ 1,392,235</u>	<u>\$ 1,411,372</u>	<u>\$ 7,768,157</u>
LIABILITIES AND FUND EQUITY					
Liabilities					
Accounts payable	\$ 154,836	\$ 151,172		\$ 879	\$ 306,887
Accrued liabilities	147,729				147,729
Inmate deposits	15,385				15,385
Total liabilities	<u>317,950</u>	<u>151,172</u>		<u>879</u>	<u>470,001</u>
Fund Equity					
Reserved		2,358,315	\$ 1,392,235	1,410,493	5,161,043
Unreserved	2,137,113				2,137,113
Total fund equity	<u>2,137,113</u>	<u>2,358,315</u>	<u>1,392,235</u>	<u>1,410,493</u>	<u>7,298,156</u>
Total liabilities and fund equity	<u>\$ 2,455,063</u>	<u>\$ 2,509,487</u>	<u>\$ 1,392,235</u>	<u>\$ 1,411,372</u>	<u>\$ 7,768,157</u>

JUAB COUNTY
Reconciliation of the Governmental Funds Balance Sheet
to Statement of Net Assets
December 31, 2008

Total fund balance - total governmental funds	\$ 7,298,156
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Amounts reported for governmental activities in the
Statement of Net Assets are different because:

Capital assets used in governmental activities are not current financial resources; therefore, they are not reported in the governmental funds balance sheet.	243,571,870
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Long-term liabilities are not due and payable in the current period; therefore, they are not reported in the governmental funds balance sheet.	(435,953)
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Net assets of governmental activities	\$ 250,434,073
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JUAB COUNTY
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended December 31, 2008

	General Fund	Class "B" Road Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 3,084,576			\$ 74,885	\$ 3,159,461
Licenses and permits	31,606				31,606
Intergovernmental	1,866,210	\$ 1,760,913			3,627,123
Charges for services	1,216,709				1,216,709
Fines and forfeitures	663,790				663,790
Miscellaneous	515,758	101,503		38,486	655,747
Interest income	27,772	94,785	\$ 30,306	10,651	163,514
Total revenues	<u>7,406,421</u>	<u>1,957,201</u>	<u>30,306</u>	<u>124,022</u>	<u>9,517,950</u>
Expenditures					
General government	1,989,158			67,881	2,057,039
Courts	236,277				236,277
Buildings and grounds	471,604				471,604
Public safety	3,222,830				3,222,830
Public health	199,006				199,006
Roads and public improvement	130,914	2,631,196			2,762,110
Total expenditures	<u>6,249,789</u>	<u>2,631,196</u>	<u>-0-</u>	<u>67,881</u>	<u>8,948,866</u>
Excess (Deficiency) of revenues over expenditures	1,156,632	(673,995)	30,306	56,141	569,084
Other Financing Sources and (Uses)					
Transfer from other funds	22,000		332,884	790,651	1,145,535
Transfer to other funds	(1,123,535)			(22,000)	(1,145,535)
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>55,097</u>	<u>(673,995)</u>	<u>363,190</u>	<u>824,792</u>	<u>569,084</u>
Fund balance, January 1	<u>2,082,016</u>	<u>3,032,310</u>	<u>1,029,045</u>	<u>585,701</u>	<u>6,729,072</u>
Fund balance, December 31	<u>\$ 2,137,113</u>	<u>\$ 2,358,315</u>	<u>\$ 1,392,235</u>	<u>\$ 1,410,493</u>	<u>\$ 7,298,156</u>

JUAB COUNTY
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2008

Net change in fund balances - total governmental funds	\$	569,084
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Amounts reported for governmental activities in the
Statement of Activities are different because:

Governmental funds report capital outlay as expenditures. However, in the Government-wide Statement of Activities and Changes in Net Assets, the cost of those assets is allocated over their estimated useful lives as depreciable expense. This is the amount of capital assets recorded in the current period.		648,433
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Depreciation expense on capital assets is reported in the Government-wide Statement of Activities and Changes in Net Assets, but it does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in governmental funds.		(727,207)
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The issuance of long-term debt (e.g. note payable) provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(30,892)
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Adjustment to gain on asset sale due to depreciation taken		11,064
--	--	--------

Change in net assets of governmental activities	\$	470,482
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JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Net Assets
December 31, 2008
With Comparative Totals for December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
ASSETS					
Current Assets					
Cash and cash equivalents			\$ 686,666	\$ 686,666	\$ 620,167
Due from other governmental units			43,036	43,036	42,829
Total current assets			<u>729,702</u>	<u>729,702</u>	<u>662,996</u>
Noncurrent assets					
Restricted cash and cash equivalents	\$ 596,680	\$ 323,167	260,116	1,179,963	721,284
Property and equipment, at cost					
Equipment	21,134	283,886		305,020	305,020
Buildings	4,032,248			4,032,248	2,712,881
Construction in progress	625,791			625,791	
Land	61,487		218,201	279,688	279,688
Accumulated depreciation	(843,884)	(280,833)		(1,124,717)	(1,031,831)
Net property and equipment	<u>3,896,776</u>	<u>3,053</u>	<u>218,201</u>	<u>4,118,030</u>	<u>2,265,758</u>
Total assets	<u>\$ 4,493,456</u>	<u>\$ 326,220</u>	<u>\$ 1,208,019</u>	<u>\$ 6,027,695</u>	<u>\$ 3,650,038</u>
LIABILITIES					
Current Liabilities					
Accounts payable		\$ 3,142		\$ 3,142	\$ 2,460
Accrued interest	\$ 23,137	1,125		24,262	26,346
Short-term interfund payables	313,238	212,992		526,230	330,676
Accrued liabilities		5,291		5,291	4,330
Current portion long-term debt	142,003	24,000		166,003	140,400
Total current liabilities	<u>478,378</u>	<u>246,550</u>		<u>724,928</u>	<u>504,212</u>
Noncurrent liabilities					
Estimated liability-closure/postclosure			\$ 705,043	705,043	698,062
Bonds payable	2,666,250	74,310		2,740,560	1,406,000
Deferred interest payable	65,245			65,245	70,191
Loan payable	193,745			193,745	208,769
Less current portion	(142,003)	(24,000)		(166,003)	(140,400)
Total noncurrent liabilities	<u>2,783,237</u>	<u>50,310</u>	<u>705,043</u>	<u>3,538,590</u>	<u>2,242,622</u>
Total liabilities	<u>\$ 3,261,615</u>	<u>\$ 296,860</u>	<u>\$ 705,043</u>	<u>\$ 4,263,518</u>	<u>\$ 2,746,834</u>
NET ASSETS					
Invested in capital assets, net of related debt	\$ 948,399	\$ (72,382)	\$ 218,201	\$ 1,094,218	\$ 554,453
Restricted for					
Debt service	596,680	323,167		919,847	508,750
Landfill closure			260,116	260,116	212,533
Unrestricted	(313,238)	(221,425)	24,659	(510,004)	(372,532)
Total net assets (deficit)	<u>\$ 1,231,841</u>	<u>\$ 29,360</u>	<u>\$ 502,976</u>	<u>\$ 1,764,177</u>	<u>\$ 903,204</u>

JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
Operating Revenues					
Landfill fees			\$ 294,731	\$ 294,731	\$ 282,519
Landfill grant					720
Lease revenues	\$ 151,842			151,842	148,212
Landfill contract earnings		\$ 204,668		204,668	176,715
Total operating revenues	<u>151,842</u>	<u>204,668</u>	<u>294,731</u>	<u>651,241</u>	<u>608,166</u>
Operating Expenses					
Salaries and wages		44,083		44,083	44,827
Employee benefits		27,737		27,737	27,122
Materials, supplies, and services	1,310	48,029	800	50,139	41,204
Management		23,032		23,032	19,632
Contract payment to Juab County			204,666	204,666	176,715
Closure/postclosure costs			6,981	6,981	484,596
Depreciation expense	76,643	16,244		92,887	96,785
Total operating expenses	<u>77,953</u>	<u>159,125</u>	<u>212,447</u>	<u>449,525</u>	<u>890,881</u>
Net operating income (loss)	73,889	45,543	82,284	201,716	(282,715)
Nonoperating Revenues (Expenses)					
Capital grant	657,000			657,000	
Interest income	26,121	6,408	25,023	57,552	55,262
Interest expense	(31,596)	(4,530)		(36,126)	(50,863)
Total nonoperating revenues (expenses)	<u>651,525</u>	<u>1,878</u>	<u>25,023</u>	<u>678,426</u>	<u>4,399</u>
Net income (loss) before capital contributions	725,414	47,421	107,307	880,142	(278,316)
Transfers					
Transfer to General Fund	(19,169)			(19,169)	
Total transfers	<u>(19,169)</u>			<u>(19,169)</u>	<u>-0-</u>
Net income (loss)	706,245	47,421	107,307	860,973	(278,316)
Net assets (deficit) at beginning of the year	525,596	(18,061)	395,669	903,204	1,181,520
Net assets at end of the year	<u>\$ 1,231,841</u>	<u>\$ 29,360</u>	<u>\$ 502,976</u>	<u>\$ 1,764,177</u>	<u>\$ 903,204</u>

JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Cash Flows
For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
Cash flows from operating activities					
Cash received from					
Customers			\$ 294,524	\$ 294,524	\$ 277,659
Service income - JRDA Fund		\$ 204,668		204,668	176,715
Lease income from General Fund	\$ 151,842			151,842	148,212
Landfill grant					720
Cash paid to/for					
Employees		(70,859)		(70,859)	(70,165)
Suppliers	(1,310)	(70,380)	(800)	(72,490)	(63,830)
Contract payment to Juab County			(204,666)	(204,666)	(176,715)
Net cash provided by operating activities	150,532	63,429	89,058	303,019	292,596
Cash Flows From Investing Activities					
Payment for construction in progress	(625,791)			(625,791)	
Purchase of capital assets	(1,319,367)			(1,319,367)	
Interest on cash and cash equivalents	26,121	6,408	25,023	57,552	55,262
Net cash provided (used) by investing activities	(1,919,037)	6,408	25,023	(1,887,606)	55,262
Cash Flows From Noncapital Financing Activities					
Interfund borrowing	168,299	27,255		195,554	32,036
Net cash provided by noncapital financing activities	168,299	27,255	-0-	195,554	32,036
Cash Flows From Capital and Related Financing Activities					
Capital grant	657,000			657,000	
Transfer to General Fund	(19,169)			(19,169)	
Loan for construction	1,457,000			1,457,000	
Payment on bonds and notes	(113,774)	(23,690)		(137,464)	(132,599)
Interest paid on bonds	(33,335)	(4,530)		(37,865)	(50,863)
Payment of deferred interest on bonds	(4,945)	(346)		(5,291)	(5,147)
Net cash provided (used) by capital and related financing activities	1,942,777	(28,566)		1,914,211	(188,609)
Net increase in cash and cash equivalents	342,571	68,526	114,081	525,178	191,285
Cash and cash equivalents at beginning of year	254,109	254,641	832,701	1,341,451	1,150,166
Cash and cash equivalents at end of year	\$ 596,680	\$ 323,167	\$ 946,782	\$ 1,866,629	\$ 1,341,451
Reconciliation to operating income					
Operating income (loss)	\$ 73,889	\$ 45,543	\$ 82,284	\$ 201,716	\$ (282,715)
Adjustments to reconcile operating income(loss) to net cash provided by operating activities					
Depreciation	76,643	16,244		92,887	96,785
Increase in liability for closure			6,981	6,981	484,596
Changes in current assets and liabilities					
(Increase) decrease in					
Due from other governmental units			(207)	(207)	(4,860)
Increase (decrease) in					
Accounts payable		681		681	(1,290)
Accrued liabilities		961		961	80
Net cash provided by operating activities	\$ 150,532	\$ 63,429	\$ 89,058	\$ 303,019	\$ 292,596

JUAB COUNTY
FIDUCIARY FUNDS
Statement of Fiduciary Net Assets
December 31, 2008

	Treasurer's Tax Account	Court Trust	Total Fiduciary Funds	Total Memo 2007
Assets				
Restricted cash and cash equivalents	\$ 334,929	\$ 185,680	\$ 520,609	\$ 411,947
Total assets	<u>\$ 334,929</u>	<u>\$ 185,680</u>	<u>\$ 520,609</u>	<u>\$ 411,947</u>
Liabilities				
Accounts payable		\$ 29,061	\$ 29,061	\$ 25,040
Court bonds and deposits held		156,619	156,619	120,995
Due to other taxing units	\$ 334,929		334,929	265,912
Total liabilities	<u>\$ 334,929</u>	<u>\$ 185,680</u>	<u>\$ 520,609</u>	<u>\$ 411,947</u>

JUAB COUNTY
TREASURER'S TRUST TAX FUND
(A TRUST FUND)
Statement of Changes in Fiduciary Net Assets
For the Year Ended December 31, 2008

	Balance January 1, 2008	Additions	Deductions	Balance December 31, 2008
Assets				
Cash and cash equivalents on hand	\$ 100	\$ 4,017	\$ 4,017	\$ 100
Cash and cash equivalents in bank	264,995	9,783,109	9,713,275	334,829
Total assets	<u>\$ 265,095</u>	<u>\$ 9,787,126</u>	<u>\$ 9,717,292</u>	<u>\$ 334,929</u>
Liabilities				
Due to taxing units	<u>\$ 265,095</u>	<u>\$ 9,787,126</u>	<u>\$ 9,717,292</u>	<u>\$ 334,929</u>
Total liabilities	<u>\$ 265,095</u>	<u>\$ 9,787,126</u>	<u>\$ 9,717,292</u>	<u>\$ 334,929</u>

**JUAB COUNTY
COURT TRUST FUND
(A TRUST FUND)**

**Statement of Changes in Fiduciary Net Assets
For the Year Ended December 31, 2008**

	Balance January 1, 2008	Additions	Deductions	Balance December 31, 2008
Assets				
Cash and cash equivalents	<u>\$ 146,035</u>	<u>\$ 161,918</u>	<u>\$ 122,273</u>	<u>\$ 185,680</u>
Liabilities				
Accounts payable	\$ 25,040	\$ 482,605	\$ 478,584	\$ 29,061
Court bonds and deposits held	120,995	549,851	514,227	156,619
Total liabilities	<u>\$ 146,035</u>	<u>\$ 1,032,456</u>	<u>\$ 992,811</u>	<u>\$ 185,680</u>

COMPONENT UNITS

The component units of the County were created for specific purposes outlined below:

Juab County Special Service District #1 – to account for the ownership, operation and maintenance of the Museum in the old County courthouse.

Juab County Special Service District #2 – to account for the expenditure of mineral lease monies.

Juab County Special Service Fire District – to account for the revenues and expenditures associated with fire protection in the County.

**JUAB COUNTY
COMPONENT UNITS**

Combining Statement of Net Assets

December 31, 2008

	Juab Special Service Fire District	Juab Special Service District #1	Juab Special Service District #2	Total Component Units
ASSETS				
Cash and cash equivalents	\$ 18,740	\$ 26,084	\$ 2,566	\$ 47,390
State Treasurer's Investment Pool	1,338,914		2,125,509	3,464,423
Accounts receivable	1,436			1,436
Other assets	5,200			5,200
Capital assets				
Depreciable buildings and equipment	2,524,706	763,782		3,288,488
Land	146,990	19,762		166,752
Accumulated depreciation	(1,457,338)	(298,870)		(1,756,208)
Total assets	<u>\$ 2,578,648</u>	<u>\$ 510,758</u>	<u>\$ 2,128,075</u>	<u>\$ 5,217,481</u>
LIABILITIES				
Accounts payable and accrued expenses	\$ 3,610			\$ 3,610
Noncurrent liabilities	111,494			111,494
Total liabilities	<u>\$ 115,104</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 115,104</u>
NET ASSETS				
Invested in capital assets, net of related debt	\$ 1,102,864	\$ 484,674		\$ 1,587,538
Restricted		22,370	\$ 2,128,075	2,150,445
Unrestricted	1,360,680	3,714		1,364,394
Total net assets	<u>\$ 2,463,544</u>	<u>\$ 510,758</u>	<u>\$ 2,128,075</u>	<u>\$ 5,102,377</u>

**JUAB COUNTY
COMPONENT UNITS**

Combining Statement of Activities

For the Year Ended December 31, 2008

Program Activities	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Component Units					
Fire District	\$ 703,825	\$ 78,843		\$ 479,633	\$ (145,349)
Special Service District #1	22,187	5,795			(16,392)
Special Service District #2	433,159		\$ 1,000	798,235	366,076
Total component units	<u>\$ 1,159,171</u>	<u>\$ 84,638</u>	<u>\$ 1,000</u>	<u>\$ 1,277,868</u>	<u>204,335</u>
General Revenues					
Taxes - advalorem					565,411
Interest income					<u>94,753</u>
Total general revenues					<u>660,164</u>
Change in net assets					864,499
Net assets at beginning of year					<u>4,237,878</u>
Net assets at end of year					<u>\$ 5,102,377</u>

NOTES TO FINANCIAL STATEMENTS

The notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Juab County (County) conform to accounting principles generally accepted in the United States of America as applicable to governmental entities. The following is a summary of the significant policies.

Scope of Reporting Entity

The criteria outlined by the Governmental Accounting Standards Board Statement 39 have been applied in determining the component governmental units included in these financial statements. Included component units are those for which the elected officials of the County are financially accountable and other organizations whose exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Each potential component unit is individually evaluated using the specific criteria outlined in GASB Statements 14 and 39 to determine whether the entity is: a) part of the primary government; b) a component unit which should be included in the reporting entity (blended or discretely presented); or c) an organization which should be excluded from the reporting entity entirely. The principal criteria for classifying a potential component unit include: a) the legal separateness of the organization, and b) the financial accountability of the primary government, its ability to impose its will on the potential component unit and the potential component unit's fiscal dependency on the primary government. Complete financial statements of the discrete component units, which issue separate financial statements, can be obtained from their respective administrative offices or from the County Clerk. There are no separate financial statements available for any of the blended component units included in the financial statements of the County.

The following component units have been included in the County's financial statements for 2008:

- Juab Community and Economic Development Agency
- Juab County Fair Board
- East Juab Ambulance Association
- West Juab Ambulance Association
- West Desert Ambulance Association
- Municipal Building Authority of Juab County
- Juab Rural Development Agency Landfill
- Juab County Special Service District #1
- Juab County Special Service District #2
- Juab Special Service Fire District

The Juab Community and Economic Development Agency is a blended component unit of the County and was organized to address the economic development needs of the County. Its transactions have been reported in the General Fund of the County.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Juab County Fair Board was created to plan, organize, and operate the annual County fair.

The ambulance associations were created to provide remote emergency medical care within the County. These entities are blended component units of the County and the assets, liabilities, revenues, expenditures, and fund balances are included in the General Fund of the County.

The Municipal Building Authority of Juab County is a blended component unit of the County and was originally organized for the purpose of acquiring property, planning, constructing, and operating the Juab Public Safety building complex. In 2005 and 2006 this entity also constructed a new emergency services building, principally to house the ambulance operations. In 2008 this entity was used to finance and construct a new road department building. The operations of the Municipal Building Authority are accounted for in an enterprise fund. Note 16 further describes the Municipal Building Authority.

The Juab Rural Development Agency Landfill Fund is a blended component unit of the County. The County acts as an agent for the collection of landfill fees from the municipalities that bill the landfill users, for contract operation of the landfill, for the maintenance of the contractually required reserves for debt service and closure/post-closure costs, and for the filing of required regulatory reports. The operations of the Juab Rural Development Agency Landfill are accounted for in an enterprise fund. Note 15 further describes the Juab Rural Development Agency.

Juab County Special Service District #1 is a discrete component unit of the County and was created for the purpose of obtaining mineral lease funding, renovating the old Juab County Courthouse into a museum and its subsequent operation.

Juab County Special Service District #2 is a discrete component unit of the County and was originally created for the purpose of major capital improvement on the Juab County road system, and related costs such as bridge installation and existing heavy asphalt resurfacing. Its purposes have since been expanded to recreational purposes as well all other legal purposes for which such special service districts can expend its mineral lease funding.

The Juab Special Service Fire District was created during 1999, and began significant operations in 2001. It is a discrete component unit of the County. It was created to provide fire protection and suppression services to the County and Municipalities within the County.

The discrete component units' aggregated financial statement amounts are reported separately in the government-wide financial statements. Separate financial statements for the discrete component units can be obtained from the County Clerk.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

The government-wide financial statements (the statement of net assets and the statement of activities) report information on the financial position and all of the activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of the given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues. Fiduciary funds are not reported in the government-wide financial statements.

Fund Accounting

The County segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental, proprietary and fiduciary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most of the governmental functions typically are financed. The County has presented the following major governmental funds:

General Fund

The General Fund is the main operating fund of the County. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Capital Projects Fund

The Capital Projects Fund is used to account for funds received and expended for the acquisition or construction of capital facilities, improvements, and equipment (other than those financed by proprietary funds).

Class B Road Fund

The B Road Fund, a special revenue fund, is used to account for the expenditures in the maintenance and the building of roads and bridges in Juab County.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers amounts collected within 60 days after year end to be available. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Those revenues susceptible to accrual are property taxes, franchise taxes, grants relative to recorded costs, interest revenue, and charges for services. Sales and other taxes collected at year end and payable to the State on behalf of the County also are recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until payments are received. Property taxes are assessed, billed, collected and remitted within the calendar year.

Short-term Interfund Receivables/Payables

During the course of operations, transactions occur which result in amounts owed to a particular fund by another fund, other than for goods provided or services rendered. These receivables and payables are classified as "interfund receivables/payables" on the balance sheet.

Compensated Absences

Under terms of administrative policy, regular, full-time, permanent employees are granted vacation and sick leave in varying amounts which may be accumulated and paid upon separation from County service. Vested or accumulated vacation and sick leave that is due at year-end to terminated employees is reported as an expenditure and liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation and sick leave that are not due and payable at year-end are reported only in the proprietary funds and in the government-wide financial statements.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

No liability is recorded for non-vesting rights to personal leave.

Cash and Investments

The County considers all highly liquid investments maturing within three months of date of purchase to be cash equivalents. Cash balances are invested to the extent available. Investments include obligations of the U.S. Treasury, corporate bonds, and repurchase agreements. Cash deemed to be in excess of immediate needs, other than cash and investments held for the County by trustees, is invested in the Utah State Public Treasurer's Investment Fund. Investments are stated at cost, which approximates fair market value.

Budget Amendments

As budget amendments become necessary, these are done by resolution of the Commission. If the total budgeted expenditures of any budgetary fund are to be increased as a result of the amendments, a public hearing is held, after appropriate public notice is given, prior to the amendments being made. Significant amendments were made in 2008.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities at December 31, 2008, and revenues and expenses during the year then ended. The actual results could differ from those estimates.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for the proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment in the governmental funds.

Assets, having an original cost of \$5,000 or more are capitalized. Depreciation has been calculated on each class of depreciable property other than infrastructure using the straight-line method. Estimated useful lives are as follows:

Buildings and improvements	10 – 50 years
Improvements other than buildings	20 – 50 years
Machinery and equipment	5 – 20 years

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The County has adopted an allowable alternative to reporting depreciation for its road and bridge networks. Under this alternative method, referred to as the “modified approach,” the County must maintain an asset management system and demonstrate that its roads and bridges are being preserved at or above condition levels established by County policy. Infrastructure assets accounted for under the modified approach are not depreciated, and maintenance and preservation costs are expensed.

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations in governmental funds.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The County first utilizes restricted resources to finance qualifying activities.

NOTE 2 – RETIREMENT PLANS

The County contributes to the Local Governmental Contributory Retirement System, the Local Government Noncontributory Retirement System, and the Public Safety Retirement System. These retirement systems are cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). Utah Retirement Systems provide retirement benefits, annual cost-of-living adjustments, death benefits and refunds to plan members and beneficiaries in accordance with retirement statutes established and amended by the State Legislature.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953 as amended, which also establishes the Utah State Retirement Office for the administration of the Utah Retirement Systems and plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems and plans. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, Utah 84102 or by calling 1-800-365-8772.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 2 – RETIREMENT PLANS (CONTINUED)

Under the contributory system, the County paid both the employer and employee portions of the required plan contributions, totaling 13.61% of eligible employees' earnings for 2008. Under the noncontributory system the County contributed 11.62% of eligible employees' earnings for 2008.

Under the Public Safety Noncontributory Retirement System, the County contributed the required contribution of 22.61% of eligible employees' earnings for 2008. The contribution rates are the actuarially determined rates and are approved by the Board as authorized by Chapter 49.

The County contributions to the Local Governmental Contributory Retirement System for 2008, 2007, and 2006 were \$9,927, \$10,070, and \$9,045, respectively; and for the Noncontributory Retirement System, the contributions for 2008, 2007, and 2006, were \$160,389, \$155,956, and \$147,171, respectively, and for the Public Safety Retirement System, the contributions for 2008, 2007, and 2006, were \$184,134, \$177,998, and \$153,602, respectively. The contributions were equal to the required contributions for each year.

The County also participates in a defined contribution retirement plan, as approved by the County Commission. The plan meets the requirements of qualified plans under section 401(K) of the Internal Revenue Code and covers substantially all eligible employees, except public safety employees. The County contributed to this plan 9% of eligible compensation for 2008 for employees participating in the contributory plan noted above and 10.99% for employees participating in the noncontributory plan noted above. Elected officials in the County who have chosen not to be covered under the Utah Retirement Systems had 22.61% of eligible compensation contributed to this plan for 2008. The employees have the option of making additional voluntary contributions through payroll deductions. Employees are 100% vested in all contributions to this plan. The plan is administered by John Hancock. It was adopted in September, 1989. The County contributions to this plan for 2008 were \$246,192.

NOTE 3 – RESERVED FUND BALANCES/RESTRICTED NET ASSETS

In the fund financial statements reservations are used to indicate that a portion of the fund balance is not available for appropriation or expenditure, or is legally segregated for a specific future use. At December 31, 2008, Juab County reserved fund balances as follows:

- Class "B" Road Fund Balance - Represents the unexpended balance of funds allocated by the State of Utah that may be used for road purposes only. The cash in this fund is shown as restricted for the purposes for which these monies were received.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 3 – RESERVED FUND BALANCES/RESTRICTED CASH (CONTINUED)

- Convention Bureau Fund Balance - Represents the unexpended balance of transient room tax monies which may be used for promotional purposes for which the tax was imposed.
- County Special Service Districts #1 & #2 - Represents the unexpended balance of mineral lease allocations that may be used only for purposes allowed by enabling state legislation.
- County Special Service Fire District - Represents the unexpended balance of grant and other monies which may be used for fire protection and suppression purposes only.

Restricted cash reflects cash which has been legally or contractually restricted for a particular purpose.

In the government-wide financial statements, portions of net assets are shown as restricted when constraints placed on their use are externally imposed by creditors, grantors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

NOTE 4 – LONG-TERM DEBT

Long-term debt consists of the following:

1995 \$1,052,250 Lease Revenue Bonds Series 1995A

On December 29, 1995, the County issued series 1995A Municipal Building Authority Lease Revenue Bonds in the amount of \$1,052,250. The proceeds of the bonds were used to pay in full the 1992A bonds with the associated costs of issuance of the 1995A bonds and to finish paying costs for the construction of the public safety facility which is being leased to the County. Lease revenues are pledged for principal payments. The bonds do not bear interest. Repayment on the bonds commenced on January 1, 1997 and continues through January 1, 2019.

1995 \$1,252,250 Lease Revenue Bonds Series 1995B

On December 29, 1995, the County issued series 1995B Municipal Building Authority Lease Revenue Bonds in the amount of \$1,252,250. The proceeds of the bonds were used to pay in full the 1992B bonds with the associated costs of issuance of the 1995B bonds and to finish paying costs for the construction of the public safety facility which is being leased to the County. Lease revenues are pledged for principal and interest payments. The interest rate on the bonds is 3%. Principal and interest payments on the bonds commence on January 1, 1997 and continue through January 1, 2019. Accrued interest on these bonds from inception through January 1, 1997 was \$112,374. This accrued interest amount is to be paid over the same term as the bond principal in annual installments of \$7,051. This obligation also bears interest at 3%.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 4 – LONG-TERM DEBT (CONTINUED)

The future minimum bond payments for both series 1995A and 1995B Bonds are combined as follows:

January 1	Principal Maturing	Accrued Interest Maturing	Interest Payment	Total Payment
2009	\$ 100,750	\$ 5,094	\$ 23,107	\$ 128,951
2010	102,750	5,246	21,335	129,331
2011	103,750	5,404	19,467	128,621
2012	105,750	5,566	17,565	128,881
2013	107,750	5,733	15,598	129,081
2014	109,750	5,905	13,566	129,221
2015	111,750	6,082	11,469	129,301
2016	113,750	6,265	9,306	129,321
2017	115,750	6,452	7,079	129,281
2018	117,750	6,646	4,785	129,181
2019	119,750	6,852	2,426	129,028
Total	<u>\$ 1,209,250</u>	<u>\$ 65,245</u>	<u>\$ 145,703</u>	<u>\$ 1,420,198</u>

Landfill Bond

In October, 1997 the County issued series 1997 Landfill Revenue Bonds in the amount of \$263,000. The proceeds of the bonds were used for the development of plans, securing operational permits and the purchase of equipment necessary for the operation of a consolidated solid waste disposal facility. The bonds bear interest at 3%. Principal repayment commenced on July 1, 2000 and continues through July 1, 2011. In connection with these bonds, the County was required to establish a reserve fund into which 1/72 of the maximum annual debt service requirement is deposited monthly. The County is also required to establish a bond fund into which 1/12 of the next succeeding payment is placed for each of the 12 months preceding each bond payment date.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 4 – LONG-TERM DEBT (CONTINUED)

The future minimum payments on the landfill bonds are as follows:

July 1	Principal Maturing	Interest Payment	Total Payment
2009	\$ 23,310	\$ 2,250	\$ 25,560
2010	25,000	1,530	26,530
2011	26,000	780	26,780
Total	<u>\$ 74,310</u>	<u>\$ 4,560</u>	<u>\$ 78,870</u>

Far West Bank Note

In September 2003 the County approved a financing agreement for the Juab Municipal Building Authority with Far West Bank. The agreement is for a \$250,000 credit line to construct an addition to the public safety building. The County drew down a total of \$245,493. The loan will be paid in 20 annual principal and interest payments beginning on or before October 23, 2005, with the final payment required by October 23, 2023. The interest rate will be adjusted to the prime rate every 5 years. The first adjustment date will be September 23, 2008. The annual payment will be \$22,002 until the next interest rate adjustment occurs as discussed earlier.

The future minimum payments on the Far West Bank note are as follows:

Oct 23	Principal Maturing	Interest Payment	Total Payment
2009	\$ 14,263	\$ 7,749	\$ 22,012
2010	14,823	7,179	22,002
2011	15,416	6,586	22,002
2012	16,033	5,970	22,002
2013	16,674	5,328	22,002
2014	17,341	4,661	22,002
2015	18,035	3,968	22,002
2016	18,756	3,246	22,002
2017	19,506	2,496	22,002
2018	20,286	1,716	22,002
2019	21,098	904	22,002
2020	1,514	61	1,575
	<u>\$ 193,745</u>	<u>\$ 49,866</u>	<u>\$ 243,611</u>

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 4 – LONG-TERM DEBT (CONTINUED)

In September of 2008 the Juab Municipal Building Authority issued Lease Revenue Bonds, Series 2008, in the amount of \$800,000 for the construction of a new equipment storage building and related improvements to be used by the Class B Road Fund. Proceeds of the bonds were deposited in an investment account with the State's Public Treasurers Investment Fund, to be drawn as construction of the building occurs. The bonds bear no interest and are owned by the State of Utah Permanent Community Impact Fund Board. They are secured by an annually renewable lease agreement between the County and the Building Authority. Annual payments of \$27,000 are required, beginning January 1, 2009, and continued each January 1 thereafter, through January 1, 2037, with a final payment of \$17,000 on January 1, 2038.

In February of 2008 the County approved the issuance by the Juab Municipal Building Authority of \$657,000 in lease revenue bonds for the construction of two new fire stations. The County will lease the stations from the Building Authority in amount sufficient to cover the debt service payments on the bonds. The County will then sublease the stations to the Juab Special Service Fire District. Rent and bond payments are estimated to begin in 2010.

Changes in all long-term debt for 2008 are as follows:

	Balance January 1 2008	Additions	Retirements and other Adjustments	Balance December 31 2008
Governmental Funds				
Accrued compensated absences	\$ 405,062	\$ 30,892		\$ 435,954
Total governmental funds	<u>\$ 405,062</u>	<u>\$ 30,892</u>	<u>\$ -0-</u>	<u>\$ 435,954</u>
Proprietary Funds				
Far West Bank Note	\$ 208,769		\$ 15,024	\$ 193,745
Revenue bonds	1,406,000	1,457,000	122,440	2,740,560
Estimated closure/post closure liability	698,062	\$ 6,981		705,043
Deferred interest	70,190		4,945	65,245
Total proprietary funds	<u>\$ 2,383,021</u>	<u>\$ 1,463,981</u>	<u>\$ 142,409</u>	<u>\$ 3,704,593</u>

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 4 – LONG-TERM DEBT (CONTINUED)

Conduit Debt. In December, 1999 the County Commission approved a resolution for the issuance of Hospital Facility Revenue Bonds, Series 1999 for the acquisition, construction and equipping of new hospital facilities for Central Valley Medical Center, Inc., a Utah nonprofit corporation (the Center). The bonds were issued in February, 2000 in the amount of \$6,500,000. The bonds are secured by the property financed and are payable solely from the proceeds of a Loan Agreement between the Center and the County. In December, 2000 the County approved additional revenue bonds for the Center to finance the acquisition of operating equipment for the new hospital, in the amount of \$1,900,000. Both of these bonds are special, limited obligations of the County. They do not constitute or give rise to a general obligation or liability of the County, the State or any other political subdivision. Accordingly, the bonds are not reported as liabilities in the financial statements.

In May of 2000 the County agreed to be a participant in the Utah Interagency Council for purposes of the Council's issuance of revenue bonds for the construction of television signal broadcast facilities in a multi-county area. The total bond issue is \$3,629,000. Juab County's share is approximately \$58,200. The bonds are special limited obligations of the County secured by State mineral lease monies. The County has no legal obligation to make payment on the bonds. They are not reported in the County's financial statements.

In August of 2002 the County approved a resolution for the issuance of industrial revenue bonds in the amount of \$3,100,000 for construction of facilities for Intermountain Farmers Association (IFA). In June of 2005 the County approved another resolution to approve an additional bond issue for IFA in an amount not to exceed \$3,000,000, to complete subsequent phases of the same project. In September of 2006 the

County approved a resolution authorizing the issuance of \$4,000,000 in industrial revenue bonds for the project. These bonds are special limited obligations secured by the property financed and are payable solely from resources generated by IFA and paid to the trustee, Zions First National Bank. They do not constitute or give rise to a general obligation or liability of the County, the State or any other political subdivision. Accordingly, the bonds are not reported as liabilities in the financial statements.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 5— EXCESS OF ACTUAL EXPENDITURES OVER BUDGET

The County's expenditures exceeded adopted budgets in the following areas:

<u>General Fund</u>	<u>Excess</u>
Data Processing	\$ 1,792
Clerk - Auditor	5,477
Attorney	13,245
Libraries	13,004
Extension Service	11,039
Contribution to private organizations	150
Sheriff	2,076
Miscellaneous	591
Emergency Services	762
East Juab Ambulance	9,567
Homeland Security	96,179
Drug Law Enforcement	5,180
Mosquito Abatement	2,749

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JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 6 – CAPITAL ASSETS

A summary of changes in Capital Assets are as follows:

	Balance January 1 2008	Additions	Retirements and Other Adjustments	Balance December 31 2008
Governmental activities				
Capital assets not being depreciated				
Land	\$ 2,787,142			\$ 2,787,142
Infrastructure	234,448,765			234,448,765
Total capital assets not being depreciated	<u>237,235,907</u>	<u>-</u>		<u>237,235,907</u>
Other capital assets				
Buildings	3,497,675			3,497,675
Machinery & Equipment	7,871,659	749,710	\$ 138,821	8,482,548
Construction in progress	220,908	18,825		239,733
Less accumulated depreciation	(5,186,568)	(727,207)	30,225	(5,883,551)
Total other capital assets, net	<u>6,403,674</u>	<u>41,328</u>	<u>169,046</u>	<u>6,336,405</u>
Total Governmental Activities capital assets, net	<u><u>\$ 243,639,581</u></u>	<u><u>\$ 41,328</u></u>	<u><u>\$ 169,046</u></u>	<u><u>\$ 243,572,312</u></u>
Business-type activities				
Capital assets not being depreciated				
Land	\$ 279,688			\$ 279,688
Total capital assets not being depreciated	<u>279,688</u>			<u>279,688</u>
Other capital assets				
Buildings	2,712,881	\$ 1,319,367		4,032,248
Machinery & Equipment	305,020			305,020
Construction in progress		\$ 625,791		625,791
Less accumulated depreciation	(1,031,832)	(92,886)		(1,124,718)
Total other capital assets, net	<u>1,986,069</u>	<u>1,852,272</u>	<u>-</u>	<u>3,838,341</u>
Total Business-type activities capital assets, net	<u><u>\$ 2,265,757</u></u>	<u><u>\$ 1,852,272</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,118,029</u></u>

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 6 – CAPITAL ASSETS (CONTINUED)

	Balance January 1 2007	Additions	Retirements and Other Adjustments	Balance December 31 2007
Component Units				
Special Service District #1				
Capital assets not being depreciated				
Land	\$ 19,762			\$ 19,762
Total capital assets not being depreciated	<u>19,762</u>			<u>19,762</u>
Other capital assets				
Buildings & Improvements	763,782			763,782
Less accumulated depreciation	<u>(276,732)</u>			<u>(276,732)</u>
Total other capital assets, net	<u>487,050</u>	<u>-</u>		<u>487,050</u>
Total Special Service District #1 capital assets, net	<u>506,812</u>	<u>-</u>		<u>506,812</u>
 <u>Fire District</u>				
Capital assets not being depreciated				
Land	140,990			140,990
Construction in progress		24,360		24,360
Total capital assets not being depreciated	<u>140,990</u>	<u>24,360</u>		<u>165,350</u>
Other capital assets				
Buildings & Equipment	2,042,555	25,611		2,068,166
Less accumulated depreciation	<u>(1,080,394)</u>	<u>(175,945)</u>		<u>(1,256,339)</u>
Total other capital assets, net	<u>962,161</u>	<u>(150,334)</u>		<u>811,827</u>
Total Fire District capital assets, net	<u>1,103,151</u>	<u>(125,974)</u>		<u>977,177</u>
 Total component units capital assets, net	<u>\$ 1,609,963</u>	<u>\$ (125,974)</u>		<u>\$ 1,483,989</u>

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 6 – CAPITAL ASSETS (CONTINUED)

Governmental activities depreciation expense	
General government	\$ 125,721
Buildings and grounds	52,923
Public safety	233,537
Public health	2,340
Roads and public improvements	288,261
Total governmental activities depreciation expense	<u><u>\$ 702,782</u></u>
 Component units depreciation expense	
Juab Special Service Fire District	\$ 175,945
Juab Special Service District #1	11,069
Total component units activities depreciation expense	<u><u>\$ 187,014</u></u>

NOTE 7 – DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS

Deposits and investments for Juab County are governed by the Utah Money Management Act (Utah *Code Annotated*, Title 51, Chapter 7, “the Act”) and by rules of the Utah Money Management Council (“the Council”). Following are discussions of the County’s exposure to various risks related to its cash management activities.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County’s deposits may not be recovered. The County’s policy for managing custodial credit risk is to adhere to the Money Management Act. The Act requires all deposits of the County to be in a *qualified depository*, defined as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council. As of December 31, 2008, the County’s bank balances were \$2,724,356 of which \$2,474,356 was uninsured and uncollateralized. None of the combined component units’ bank balances of \$52,609 was uninsured and uncollateralized.

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County does not have a formal policy for custodial credit risk of investments.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 7 – DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS
(CONTINUED)

Credit Risk

Credit risk is the risk that the counterparty to an investment will not fulfill its obligations. The County's policy for limiting the credit risk of investments is to comply with the Money Management Act. The Act requires investment transactions to be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits of qualified depositories; repurchase agreements; commercial paper that is classified as "first-tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poors; bankers acceptances; obligations of the U.S. Treasury and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate securities rated "A" or higher by two nationally recognized statistical rating organizations as defined in the Act.

The County is authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the Utah State Treasurer and subject to the Act and Council requirements. The PTIF is not registered with the SEC as an investment company, and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees, of the PTIF are allocated based upon the participants' average daily balances. The fair value of the County's position in the pool is the same as the value of its pool shares.

The County also is invested in a Dreyfus Treasury Cash Management Fund and repurchase agreements through trust accounts managed by Zions Bank, in connection with funds accumulated for meeting bond requirements, as described in Note 4.

Following are the local government's investments at December 31, 2008:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>
PTIF	\$6,394,991	less than 1 year
Dreyfus Treasury Cash Management Fund and repurchase agreements	256,866	less than 1 year

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The County manages its exposure to declines in fair value by investing mainly in the PTIF and by adhering to the Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 7 – DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS
(CONTINUED)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The local government's policy to limit this risk is to adhere to the rules of the Money Management Council.

NOTE 8 – TOTALS (MEMORANDUM ONLY) COLUMNS

The combining financial statements for proprietary funds include "Totals (Memorandum Only)" columns that aggregate the columnar statements. These total columns are captioned "Memorandum Only" because they do not, and are not intended to, present consolidated financial information. Amounts for the year ended December 31, 2007 are shown for comparison only.

NOTE 9 – PROPERTY TAX CALENDAR

Property taxes attach as a lien on property on January 1. Taxes are levied in June and payable by November 30.

NOTE 10 – EXPENDITURE CLASSIFICATION—FUND FINANCIAL STATEMENTS

The classification of the governmental fund expenditures by character is as follows:

General Fund	Current	Capital Outlay
General government	\$ 1,989,158	
Courts	236,277	
Buildings and grounds	440,704	\$ 30,900
Public safety	2,811,392	411,438
Public health	199,006	
Roads and public improvements	130,914	
	<u>\$ 5,807,451</u>	<u>\$ 442,338</u>
Special Revenue Funds		
Conservation and economic development	\$ 41,332	
Road construction and maintenance	2,425,101	\$ 206,095
	<u>\$ 2,466,433</u>	<u>\$ 206,095</u>

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 11 – INTERFUND ASSETS/LIABILITIES

Individual funds with interfund receivable/payable balances at December 31, 2008 are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Funds		
General Fund	\$ 526,230	
Proprietary Funds		
Landfill Operating Fund		\$ 212,992
Municipal Building Authority		313,238
Totals	<u>\$ 526,230</u>	<u>\$ 526,230</u>

NOTE 12 – ESTABLISHMENT OF JUAB RURAL DEVELOPMENT AGENCY

During 1991 the County entered into an interlocal cooperation agreement with Nephi City, Levan Town, and Mona Town to create the Juab Rural Development Agency. The purpose of the Agency is to provide for the joint and coordinated funding, construction, and operation of a natural gas transmission line and separate municipal delivery systems to service the municipalities of Nephi, Mona, and Levan. Each municipality owns and operates its own natural gas distribution system, as well as owning an undivided interest in the main natural gas transportation lines.

The County participated in the cost of financing for the natural gas system through annual renewable appropriations over a period of eight years. The County made final payment under this agreement in 1998. Any surplus revenues generated by the operation of the system will be distributed to the members of the Agency pursuant to the agreement. Surplus revenue distributed to the County during 2008 was \$71,479.

In September of 1996, the County entered into an agreement with the Agency whereby the County agreed to act as agent for the Agency in operating the Agency's landfill. The County will maintain the operating records, financial records and landfill bank accounts for the Agency. County employees will be used in the operation. All operating costs are required to be approved by the Agency. The County is responsible for the daily operation of the landfill in accordance with all local, state, and federal ordinances, statutes, rules, and regulations. Landfill fees to local residential and commercial users are billed and collected by the municipal members of the Agency- Nephi, Levan, Mona, and Rocky Ridge. These monies are then remitted to the County, as an agent, for deposit in a landfill account. The County also collects and deposits gate fees for special services provided such as loads from outside the contract area, construction debris, etc.

The County is paid a negotiated amount per month from the Agency's landfill account, which is maintained by the County, to cover costs of personnel, fuel, maintenance, debt service and administration. The total amount paid by the Agency to the County for these costs in 2008 was \$204,668.

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 12 – ESTABLISHMENT OF JUAB RURAL DEVELOPMENT AGENCY (CONTINUED)

The Agency obtained a 5-year operating permit from the State Department of Environmental Quality, effective for the period July 1, 2000 through July 1, 2005. The permit includes engineering and other studies that identify estimated costs for costs for closure when the landfill is full and post-closure care costs. In connection with receiving a new operating permit in 2007, new engineering studies were obtained which resulted in a substantial increase in the estimate of current closure and post-closure costs. These estimates are subject to change due to inflation, deflation, technology changes or changes in applicable laws or regulations. The permit establishes financial assurances for the accumulation of funds necessary for paying closure and post-closure care costs after the landfill stops accepting solid waste. The County, as agent, has established separate investment accounts for the Agency for the accumulation of funds to meet these costs as well as to accumulate County reserve funds for the debt service described in Note 4. Any change in these estimated costs will be reflected in the operating statement of the period in which the permit is received.

Due to the intent of the JRDA board to set landfill users fees at sufficient levels to cover all the costs of the landfill, including debt service and closure/post-closure costs, the JRDA landfill is reported in a proprietary fund.

During 1991, the Municipal Building Authority of Juab County was created as a nonprofit corporation pursuant to the Utah Non-Profit Corporation Act for the purpose of acquiring property, planning and constructing the Juab Public Safety Building complex, obtaining financing for the project, and managing the project after its completion. The Authority will also operate the County's Emergency 911 telephone system. In 2005 the Authority was engaged in the construction of a new emergency services building, which was placed in service in early 2006, at which time ownership of the building was transferred to the County. The Authority completed the construction of two fire stations, beginning in 2008, for which it issued \$657,000 in revenue bonds. These revenue bonds will be secured with a lease agreement whereby the County will lease the fire stations from the Authority for a sufficient amount to make the debt service and debt service reserve payments on the revenue bonds. The County will have a sublease agreement with the Juab Special Service Fire District for amounts equal to the revenue bond payment requirements. As described in Note 4, the Authority issued bonds in the amount of \$800,000 for the construction of a new road department building, which was still under construction at the end of 2008. In 2009 the Authority issued \$1,000,000 in revenue bonds and received \$252,000 in a grant for the construction of bleachers at the fairgrounds.(Subsequent bonding/construction of bleachers at fairgrounds.

The County Commission Chair acts as the President of the Authority, with the other two commissioners acting as Vice Presidents. The County Clerk/Auditor acts as the Secretary/Treasurer.

The Building Authority has entered into an agreement to lease the Public Safety Building to the County for amounts sufficient to provide monies necessary to make the principal and interest payments on the lease revenue bonds discussed in Note 4. During 2008, the total lease payments received from the County was

JUAB COUNTY
Notes to Financial Statements
December 31, 2008

NOTE 13 - ESTABLISHMENT OF MUNICIPAL BUILDING AUTHORITY OF JUAB COUNTY (CONTINUED)

\$129,131. The lease payments to the Building Authority, the debt service payments on the lease revenue bonds, and the depreciation of the facility are accounted for in a proprietary fund. Note 1 describes the component unit nature of the Authority.

In 2004 the Authority began leasing to the State of Utah a newly-constructed addition to the Public Safety Building. Pursuant to the lease the Authority is to receive \$1,851 per month. In 2008, \$22,212 was received.

NOTE 14 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors or omissions; injuries to employees and the public, or damage to property of others. The County obtained commercial insurance against losses for the following types of risk:

- Real and personal property damage
- Public employee bond
- Workers compensation
- Vehicle liability

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB, but are not considered a part of the basic financial statements. Such information includes:

Modified Approach – Asset Management System

Road Network

Bridge Network

Budgetary Comparison Schedule – General Fund

Budgetary Comparison Schedule – Class B Road Fund

JUAB COUNTY
Required Supplementary Information
Modified Approach – Asset Management System

As allowed by GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, the County has adopted an alternative method for reporting costs associated with certain infrastructure assets. Under this alternative method, referred to as the “modified approach,” infrastructure assets are not depreciated, and maintenance and preservation costs are expensed. The County capitalizes costs related to new construction, major replacements, and improvements that increase the capacity and/or efficiency of infrastructure assets reported under the modified approach.

In order to utilize the modified approach, the County is required to:

- 1 - Maintain an asset management system that includes an up-to-date inventory of eligible infrastructure assets.
- 2 - Perform and document replicable condition assessments of the eligible infrastructure assets and summarize the results using a measurement scale.
- 3 - Estimate each year the annual amount to maintain and preserve the eligible infrastructure assets at the condition level established and disclosed by the County.
- 4 - Document whether the infrastructure assets are being preserved approximately at, or above the condition level established by the County.

Road and Bridge System

The condition of road pavement is measured using the American Association of State and Highway and Transportation Officials (AASHTO) pavement management system, which is based on stress factors found in pavement surfaces. The AASHTO pavement management system uses a measurement scale that is based on a condition index ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The condition index is used to classify roads in good condition (70-100), fair condition (50-69), and substandard condition (less than 50). It is the County’s policy to maintain at least 60 percent of its road system at a good or fair condition level. No more than 15 percent should be in substandard condition. Condition assessments are determined every three years.

The condition rating for the Juab County bridges was taken directly from an assessment conducted by UDOT officials using generally recognized standards regarding bridge sufficiency. The County will work closely with UDOT to update these classifications annually as required.

The condition of the County’s bridges is determined using the Structures Inventory System to monitor the condition of the six County owned bridges. A number, ranging from 1 – 100, is calculated based on condition, geometry, functional use, safety, and other factors. Three categories of condition are established, 80 to 100, 50 to 79, and 1 to 49. It’s the County’s policy to maintain bridges with an average score of 70 or better. A condition assessment was performed in 2007. The County’s average score based on the initial condition assessment was 91. Condition assessments are performed every two years.

JUAB COUNTY
Required Supplementary Information
Modified Approach – Asset Management System

	Percent of Lane Miles in Good or Better Condition				
	2004	2005	2006	2007	2008
Paved	60%	60%	60%	61%	61%
Double Chip	100%	100%	100%	100%	100%
Gravel	80%	80%	80%	79%	79%
Native	61%	61%	61%	61%	61%
B Roads	74%	74%	74%	74%	76%
D Roads	65%	65%	65%	64%	64%

	Percent of Lane Miles in Substandard Condition				
	2004	2005	2006	2007	2008
Paved	40%	40%	40%	39%	39%
Double Chip	0%	0%	0%	0%	0%
Gravel	20%	20%	20%	21%	21%
Native	39%	39%	39%	39%	39%
B Roads	26%	26%	26%	26%	26%
D Roads	35%	35%	35%	36%	36%

	Bridges Sufficiency Rating				
	2004	2005	2006	2007	2008
Yuba Spillway	63.50	63.50	63.50	46.20	46.20
Sevier River 1	92.00	92.00	92.00	92.00	92.00
Dry Wash	92.00	92.00	92.00	91.90	91.90
Sevier River 2	99.00	99.00	99.00	99.00	99.00
Currant Creek 1	99.50	99.50	99.50	97.70	97.70
Chicken Creek	99.90	99.90	99.90	99.90	99.90

Comparison of Needed -to-Actual
Road and Bridge
Maintenance and Preservation

	2008
Needed	\$ 1,850,000
Actual	2,227,990
Difference	\$ (377,990)

**JUAB COUNTY
GENERAL FUND**

**Required Supplementary Information
Budgetary Comparison Schedule**

For the Year Ended December 31, 2008

Revenues	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Taxes	\$ 2,666,179	\$ 3,029,312	\$ 3,084,576	\$ 55,264
Licenses and permits	43,957	43,957	31,606	(12,351)
Intergovernmental	896,084	1,983,040	1,866,210	(116,830)
Charges for services	1,146,832	1,269,127	1,216,709	(52,418)
Fines and forfeitures	746,612	746,612	663,790	(82,822)
Miscellaneous	426,897	426,897	543,530	116,633
Total revenues	5,926,561	7,498,945	7,406,421	(92,524)
Expenditures				
General government	1,917,119	2,044,769	1,989,158	55,611
Courts	278,089	278,339	236,277	42,062
Buildings and grounds	562,508	562,508	471,604	90,904
Public safety	2,706,414	3,175,914	3,222,830	(46,916)
Public health	39,383	196,483	199,006	(2,523)
Roads and public improvements	139,397	139,397	130,914	8,483
Total expenditures	5,642,910	6,397,410	6,249,789	147,621
Excess of revenues over expenditures	283,651	1,101,535	1,156,632	55,097
Other financing sources (uses)				
Transfer to other funds	(305,651)	(332,884)	(1,123,535)	(790,651)
Transfer from other funds	22,000	22,000	22,000	
Excess of revenues and other financing sources over expenditures and other financing uses	\$ -0-	\$ 790,651	55,097	\$ (735,554)
Fund balance, January 1			2,082,016	
Fund balance, December 31			\$ 2,137,113	

JUAB COUNTY
CLASS "B" ROAD
(A SPECIAL REVENUE FUND)

Required Supplementary Information
Budgetary Comparison Schedule

For the Year Ended December 31, 2008

	Original	Final	Actual	Variance- Favorable (Unfavorable)
Revenues				
Shared revenues	\$ 1,439,851	\$ 1,439,851	\$ 1,760,913	\$ 321,062
Interest	133,477	133,477	94,785	(38,692)
Other revenues	25,757	25,757	101,503	75,746
Total revenues	<u>1,599,085</u>	<u>1,599,085</u>	<u>1,957,201</u>	<u>358,116</u>
Expenditures				
Salaries and wages	570,888	570,888	508,820	62,068
Employee benefits	353,817	353,817	340,958	12,859
Materials, supplies, and services	2,183,945	2,183,945	1,575,323	608,622
Capital outlay	<u>530,000</u>	<u>530,000</u>	<u>206,095</u>	<u>323,905</u>
Total expenditures	<u>3,638,650</u>	<u>3,638,650</u>	<u>2,631,196</u>	<u>1,007,454</u>
Excess (Deficiency) of revenues over expenditures	<u>\$ (2,039,565)</u>	<u>\$ (2,039,565)</u>	(673,995)	<u>\$ 1,365,570</u>
Fund balance, January 1			<u>3,032,310</u>	
Fund balance, December 31			<u>\$ 2,358,315</u>	

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not part of the basic financial statements, but are presented for additional analysis.

Such statements and schedules include:

Combining Financial Statements – Non-Major Governmental Funds

Individual Fund Financial Statements and Schedules

General Fund

Special Revenue Funds

Capital Projects Fund

Insurance Reserve Fund

Proprietary Funds

Additional Schedules

Statement of Treasurer's Receipts and Disbursements – Tax Account

Statement of Taxes Charged, Collected, and Disbursed

Additional Auditors' Reports

Report on Internal Control Over Financial Reporting and on Compliance

And Other Matters Based on an Audit of Financial Statements

Performed in Accordance With *Government Auditing Standards*

Schedule of Audit Findings

Utah State Compliance Report based on the Requirements,

Special Tests, and Provisions required by the State of

Utah's Legal Compliance Audit Guide

COMBINING FINANCIAL STATEMENTS NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Convention Bureau Fund – to account for the expenditure of transient room tax monies of the County.

Special Events Fund – to account for the special events conducted in connection with the County Fair.

RS2477 Grant Fund – to account for the expenditure of grant monies received for preserving control of, and access to roads on public lands in the County.

Risk Management Fund

To account for the funds accumulated to meet potential future claims against the County, and pay property tax refunds resulting from appeals.

JUAB COUNTY
NON-MAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

December 31, 2008

	Special Revenue Funds			Risk	Total
	Convention	Special	RS2477	Management	Non-Major
	Bureau	Events	Grant	Reserve	Governmental
	Fund	Fund	Fund	Fund	Funds
Assets					
Cash and cash equivalents	\$ 235,788	\$ 174,692	\$ 33,865	\$ 967,027	\$ 1,411,372
Total assets	<u>\$ 235,788</u>	<u>\$ 174,692</u>	<u>\$ 33,865</u>	<u>\$ 967,027</u>	<u>\$ 1,411,372</u>
Liabilities and Fund Equity					
Liabilities					
Accounts payable	\$ 831		\$ 48		\$ 879
Fund Equity					
Reserved	234,957	\$ 174,692	33,817	\$ 967,027	1,410,493
Total liabilities and fund equity	<u>\$ 235,788</u>	<u>\$ 174,692</u>	<u>\$ 33,865</u>	<u>\$ 967,027</u>	<u>\$ 1,411,372</u>

JUAB COUNTY
NON-MAJOR GOVERNMENTAL FUNDS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended December 31, 2008

	Special Revenue Funds			Risk Management Reserve Fund	Total Non-Major Governmental Funds
	Convention Bureau	Special Events	RS2477 Grant		
Revenues					
Interest	\$ 2,404	\$ 1,453	\$ 397	\$ 6,397	\$ 10,651
Transient room tax	74,885				74,885
Event proceeds		38,486			38,486
Total revenues	<u>77,289</u>	<u>39,939</u>	<u>397</u>	<u>6,397</u>	<u>124,022</u>
Expenditures					
Materials, supplies, and services	37,036		4,296	16,759	58,091
Property tax refunds				9,790	9,790
Total expenditures	<u>37,036</u>	<u>-0-</u>	<u>4,296</u>	<u>26,549</u>	<u>67,881</u>
Excess (Deficiency) of revenues over expenditures	40,253	39,939	(3,899)	(20,152)	56,141
Other Financing Sources and (Uses)					
Transfer from other funds				790,651	790,651
Transfer to other funds	<u>(22,000)</u>				<u>(22,000)</u>
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses	18,253	39,939	(3,899)	770,499	824,792
Fund balance, January 1	<u>216,704</u>	<u>134,753</u>	<u>37,716</u>	<u>196,528</u>	<u>585,701</u>
Fund balance, December 31	<u>\$ 234,957</u>	<u>\$ 174,692</u>	<u>\$ 33,817</u>	<u>\$ 967,027</u>	<u>\$ 1,410,493</u>

GENERAL FUND

The general fund is the main operating fund of the County. This fund is used to account for all financial resources not accounted for in other funds.

**JUAB COUNTY
GENERAL FUND**

Balance Sheet

December 31, 2008
With Comparative Totals for December 31, 2007

ASSETS

	2008	2007
Cash and cash equivalents	\$ 1,670,718	\$ 1,836,364
Accounts receivable	136,561	87,441
Accrued interest receivable	1,005	29,306
Property taxes receivable	76,211	45,318
Short-term interfund receivable	526,230	330,676
Due from other governmental units	25	14,052
Restricted cash	44,313	
Total assets	<u>\$ 2,455,063</u>	<u>\$ 2,343,157</u>

LIABILITIES AND FUND BALANCE

Liabilities

Accounts payable	\$ 154,836	\$ 137,861
Accrued liabilities	147,729	123,280
Inmate deposits	15,385	
Total liabilities	<u>317,950</u>	<u>261,141</u>

Fund Balance

Unreserved	2,137,113	2,082,016
Total fund balance	<u>2,137,113</u>	<u>2,082,016</u>
Total liabilities and fund balance	<u>\$ 2,455,063</u>	<u>\$ 2,343,157</u>

**JUAB COUNTY
GENERAL FUND**

Statement of Revenues - Budget and Actual

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

Revenues	2008		Variance- Favorable (Unfavorable)	2007
	Budget	Actual		Actual
Taxes				
Current year general				
property taxes	\$ 1,615,277	\$ 1,642,074	\$ 26,797	\$ 1,628,791
Fee in lieu of property taxes	156,611	152,962	(3,649)	153,299
Redemptions of prior years' taxes, penalties, and interest on delinquent taxes	53,831	30,182	(23,649)	49,049
Refund of contested property taxes				(1,331)
Assessing and collecting taxes	211,099	301,862	90,763	
Delinquent property taxes A & C	4,000	5,190	1,190	
Fee in lieu A & C	24,000	26,305	2,305	
State payment for A & C	82,983	55,001	(27,982)	
Penalties & interest	29,224	13,854	(15,370)	17,268
Restaurant tax	82,174	87,691	5,517	83,900
Sales and use taxes	770,113	749,843	(20,270)	814,923
Liquor tax		19,612	19,612	14,052
	<u>3,029,312</u>	<u>3,084,576</u>	<u>55,264</u>	<u>2,759,951</u>
Licenses and Permits				
Business licenses	1,575	1,175	(400)	1,575
Mass gathering permit	400	400		400
Building permits	39,962	26,636	(13,326)	42,056
Marriage licenses	880	990	110	830
Digging permits	640	455	(185)	660
Conditional use permits	500	1,950	1,450	4,000
	<u>43,957</u>	<u>31,606</u>	<u>(12,351)</u>	<u>49,521</u>
Intergovernmental Revenue				
Emergency services grant	20,700	13,200	(7,500)	10,000
Ambulance grant				30,000
Mineral lease grant	123,521	155,660	32,139	22,531
Forest Reserve grant	15,000		(15,000)	16,190
Payment in lieu of taxes	1,045,058	1,045,058		661,257
EMS grant	17,919	17,919		9,643
Library grant	13,037	13,037		13,036
Surveying grant	16,000	16,000		16,000
Weed removal grant	40,000	16,223	(23,777)	40,000
911 grant	127,484	127,015	(469)	
Animal services grant	3,000	2,350	(650)	2,850
Mosquito abatement grant	12,000	12,000		10,000
Homeland security grant	464,299	430,186	(34,113)	126,833
Liquor law allotment	21,309		(21,309)	
Meth grant	33,060		(33,060)	56,199
Elections grant				23,300
Grant - Miscellaneous	30,653	17,562	(13,091)	13,265
	<u>1,983,040</u>	<u>1,866,210</u>	<u>(116,830)</u>	<u>1,051,104</u>

**JUAB COUNTY
GENERAL FUND**

Statement of Revenues - Budget and Actual

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007
(Continued)

	2008			2007
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Charges for Services				
Clerk's fees	10,000	9,048	(952)	11,343
Recorder's fees	100,000	88,884	(11,116)	116,493
Assessor's fees	31,918	30,052	(1,866)	25,312
Sheriff's and jail fees	271,456	220,450	(51,006)	197,066
Natural gas sales	94,956	71,479	(23,477)	85,226
East Juab ambulance fees	267,335	311,624	44,289	233,815
West Juab ambulance fees	88,087	71,127	(16,960)	82,994
West Desert ambulance fees	500		(500)	2,514
Miscellaneous		479	479	(39,427)
Class "B" Road administration fee	130,000	130,000		130,000
Landfill administration	19,632	19,632		19,632
Weed removal	13,000	20,197	7,197	15,737
Building inspection				183
BLM patrol services	55,000	55,492	492	
State Inmate Housing	120,592	124,899	4,307	76,097
911 System	66,651	63,346	(3,305)	60,946
	<u>1,269,127</u>	<u>1,216,709</u>	<u>(52,418)</u>	<u>1,057,378</u>
Fines and Forfeitures				
Precinct Court fines	712,186	631,691	(80,495)	599,487
District Court contract	31,308	32,099	791	31,308
District and Circuit Court fines	3,118		(3,118)	3,118
	<u>746,612</u>	<u>663,790</u>	<u>(82,822)</u>	<u>633,913</u>
Miscellaneous Revenues				
Interest	140,848	27,772	(113,076)	113,888
Rents and concessions	22,749	25,439	2,690	26,243
Miscellaneous	300	63,244	62,944	17,061
Contributions from other governmental units	260,000	417,000	157,000	476,200
Cloud Seeding	3,000	3,000		3,000
Sale of assets		7,075	7,075	48
	<u>426,897</u>	<u>543,530</u>	<u>116,633</u>	<u>636,440</u>
Total revenues	<u>7,498,945</u>	<u>7,406,421</u>	<u>(92,524)</u>	<u>6,188,307</u>
Other Financing Sources				
Transfer from Convention Bureau Fund	22,000	22,000		22,000
Total other financing sources	<u>22,000</u>	<u>22,000</u>	<u>-0-</u>	<u>22,000</u>
Total revenues and other financing sources	<u>\$ 7,520,945</u>	<u>\$ 7,428,421</u>	<u>\$ (92,524)</u>	<u>\$ 6,210,307</u>

**JUAB COUNTY
GENERAL FUND**

Statement of Expenditures - Budget and Actual

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Salaries and Wages	Employee Benefits	Materials, Supplies, and Services	Capital Outlay	2008 Actual	2008 Budget	Variance- Favorable (Unfavorable)	2007 Actual
General Government								
County commissioners	\$ 77,647	\$ 57,935	\$ 8,285		\$ 143,867	\$ 146,644	\$ 2,777	\$ 143,972
Administrative assistant	64,463	30,770	2,489		97,722	98,584	862	96,485
Law library			5,792		5,792	4,000	(1,792)	989
Data processing	30,017	14,708	83,114		127,839	129,551	1,712	92,006
Sanity hearings			2,669		2,669	4,000	1,331	2,446
Clerk - auditor	102,013	68,941	17,419		188,373	182,896	(5,477)	131,691
Recorder	102,178	76,245	17,085		195,508	199,685	4,177	6,394
Attorney	190,142	108,337	26,094		324,573	311,328	(13,245)	292,872
Treasurer	72,689	47,678	13,245		133,612	143,122	9,510	37,078
Assessor	119,168	74,550	15,138		208,856	225,097	16,241	65,889
Surveyor			14,600		14,600	19,000	4,400	760
Elections			26,631		26,631	40,250	13,619	2,733
Recreation								100,000
Libraries			55,014		55,014	42,010	(13,004)	28,377
Extension service	41,986	25,898	38,381		106,265	95,226	(11,039)	93,052
Exhibits	22,430	18,050	48,824		89,304	89,417	113	82,672
Economic Development	28,660	13,944	3,867		46,471	65,636	19,165	61,145
Soil Conservation District			2,000		2,000	2,000		2,000
Contributions to private organizations			750		750	600	(150)	
Contributions to Senior Citizens			1,200		1,200	1,200		1,000
Miscellaneous			4,591		4,591	4,000	(591)	2,422
Non-departmental			163,833		163,833	189,835	26,002	125,150
Planning and zoning	22,123	13,289	14,276		49,688	50,188	500	43,335
Contingency						500	500	
	873,516	550,345	565,297	-0-	1,989,158	2,044,769	55,611	1,412,468
Courts								
Indigent counsel			89,268		89,268	89,303	35	81,730
District and Circuit Courts			1,275		1,275	3,000	1,725	2,022
East Precinct Court	87,095	44,013	14,626		145,734	186,036	40,302	149,796
	87,095	44,013	105,169	-0-	236,277	278,339	42,062	233,548
Buildings and Grounds								
Courthouse and grounds	152,417	98,755	189,532	\$ 30,900	471,604	562,508	90,904	792,026
	152,417	98,755	189,532	30,900	471,604	562,508	90,904	792,026

**JUAB COUNTY
GENERAL FUND**

Statement of Expenditures - Budget and Actual

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007
(Continued)

	Salaries	Employee	Materials, Supplies,	Capital	2008 Actual	2008 Budget	Variance- Favorable	2007
Public Safety								
Sheriff	492,414	236,292	129,380	93,573	951,659	949,583	(2,076)	845,891
County jail	445,476	289,290	428,172	12,215	1,175,153	1,179,553	4,400	1,225,955
Search and rescue			15,989		15,989	20,000	4,011	14,701
Alcohol enforcement	8,263	1,706	235	11,508	21,712	24,700	2,988	10,576
Inspection costs			7,200		7,200	13,000	5,800	9,283
Emergency services	42,988	34,375	3,513		80,876	80,114	(762)	78,725
East Juab ambulance	58,815	4,502	134,500		197,817	188,250	(9,567)	204,634
West Juab ambulance	13,366	1,023	37,845		52,234	74,139	21,905	142,081
West Desert ambulance								4,561
West desert patrol			35,288		35,288	37,000	1,712	26,285
Other protective animal services			5,985		5,985	6,000	15	5,985
Homeland security			294,736	197,943	492,679	396,500	(96,179)	234,377
Drug law enforcement	42,810	26,970	4,944	10,031	84,755	79,575	(5,180)	80,489
911 System			15,315	86,168	101,483	127,500	26,017	
	<u>1,104,132</u>	<u>594,158</u>	<u>1,113,102</u>	<u>411,438</u>	<u>3,222,830</u>	<u>3,175,914</u>	<u>(46,916)</u>	<u>2,883,543</u>
Public Health								
Mosquito abatement	21,620	1,653	30,959		54,232	51,483	(2,749)	50,556
Six County service contracts			144,774		144,774	145,000	226	110,576
	<u>21,620</u>	<u>1,653</u>	<u>175,733</u>	<u>-0-</u>	<u>199,006</u>	<u>196,483</u>	<u>(2,523)</u>	<u>161,132</u>
Roads and Public Improvements								
Cloud Seeding			6,000		6,000	6,000		6,000
Weed control	44,861	26,767	53,286		124,914	133,397	8,483	124,646
	<u>44,861</u>	<u>26,767</u>	<u>59,286</u>	<u>-0-</u>	<u>130,914</u>	<u>139,397</u>	<u>8,483</u>	<u>130,646</u>
Total expenditures	2,283,641	1,315,691	2,208,119	442,338	6,249,789	6,397,410	147,621	5,613,363
Other Financing Uses								
Transfer to Capital Projects Fund			332,884		332,884	332,884		73,899
Transfer to A&C Fund								185,906
Transfer to Risk Management Fund			790,651		790,651	790,651		
Total expenditures and other financing uses	<u>\$ 2,283,641</u>	<u>\$ 1,315,691</u>	<u>\$ 3,331,654</u>	<u>\$ 442,338</u>	<u>7,373,324</u>	<u>7,520,945</u>	<u>147,621</u>	<u>5,873,168</u>
Excess of revenues and other financing sources over expenditures and other financing uses					55,097	-0-	\$ 55,097	337,139
Fund balance, January 1					2,082,016			1,744,877
Fund balance, December 31					<u>\$ 2,137,113</u>		<u>\$ 2,082,016</u>	<u>\$ 2,082,016</u>

**JUAB COUNTY
GENERAL FUND**

Analysis of Budget

For the Year Ended December 31, 2008

Revenues	Adopted Budget 1/2/2008	Adjusted By Resolution	Final Budget 12/31/2008
Taxes			
Current year general property taxes	\$ 1,587,144	\$ 28,133	\$ 1,615,277
Fee in lieu of property taxes	156,611		156,611
Redemptions of prior years' taxes, penalties, and interest on delinquent taxes	53,831		53,831
Assessing and collecting taxes	179,099	32,000	211,099
Delinquent property taxes A & C		4,000	4,000
Fee in lieu A & C		24,000	24,000
State payment for A & C	82,983		82,983
Penalties and interest	29,224		29,224
Restaurant tax	82,174		82,174
Sales and use taxes	495,113	275,000	770,113
	<u>2,666,179</u>	<u>363,133</u>	<u>3,029,312</u>
Licenses and Permits			
Business licenses	1,575		1,575
Mass gathering permits	400		400
Building permits	39,962		39,962
Marriage licenses	880		880
Digging Permits	640		640
Conditional use permits	500		500
	<u>43,957</u>	<u>-0-</u>	<u>43,957</u>
Intergovernmental Revenue			
Emergency service grant	7,950	12,750	20,700
Federal payment in lieu of taxes	661,257	383,801	1,045,058
Federal mineral lease	22,531	100,990	123,521
Forest reserve grant	15,000		15,000
EMS grant		17,919	17,919
Library grant	13,037		13,037
Surveying grant	16,000		16,000
Weed removal grant	40,000		40,000
911 grant		127,484	127,484
Animal services grant	3,000		3,000
Mosquito abatement grant		12,000	12,000
Homeland security grant	100,000	364,299	464,299
Drug & alcohol rehab-Liquor law	11,309	10,000	21,309
Meth Grant		33,060	33,060
Grant - Miscellaneous	6,000	24,653	30,653
	<u>896,084</u>	<u>1,086,956</u>	<u>1,983,040</u>
Charges for Services			
Clerk's fees	10,000		10,000
Recorder's fees	100,000		100,000
Assessor's fees	31,918		31,918
Sheriff's fees	27,000		27,000
Jail fees	149,456	95,000	244,456
Natural gas sales	94,956		94,956

**JUAB COUNTY
GENERAL FUND**

Analysis of Budget

For the Year Ended December 31, 2008

(Continued)

	Adopted Budget 1/2/2008	Adjusted By Resolution	Final Budget 12/31/2008
Charges for Services			
BLM patrol fees	55,000		55,000
East Juab ambulance fees	240,040	27,295	267,335
West Juab ambulance fees	88,087		88,087
West Desert ambulance fees	500		500
Administration fees-Class "B" Road	130,000		130,000
Building inspection fees			-0-
Weed removal	13,000		13,000
Landfill administration	19,632		19,632
State inmate housing	120,592		120,592
911 System	66,651		66,651
	<u>1,146,832</u>	<u>122,295</u>	<u>1,269,127</u>
Fines and Forfeitures			
Precinct Court fines - East Juab	712,186		712,186
District and Circuit Court fines	3,118		3,118
District Court contract	31,308		31,308
	<u>746,612</u>	<u>-0-</u>	<u>746,612</u>
Miscellaneous Revenues			
Interest	140,848		140,848
Rents and concessions	22,749		22,749
Miscellaneous revenue	300		300
Contributions from other governmental units	260,000		260,000
Cloud seeding	3,000		3,000
Transfer from Convention Bureau Fund	22,000		22,000
	<u>448,897</u>	<u>-0-</u>	<u>448,897</u>
 Total revenues	 <u>\$ 5,948,561</u>	 <u>\$ 1,572,384</u>	 <u>\$ 7,520,945</u>

**JUAB COUNTY
GENERAL FUND**

Analysis of Budget

For the Year Ended December 31, 2008

(Continued)

Expenditures	Adopted Budget 1/2/2008	Adjusted By Resolution	Final Budget 12/31/2008
General Government			
County Commissioners	\$ 146,644		\$ 146,644
Contingency	50,000	\$ (49,500)	500
Administrative Assistant	95,084	3,500	98,584
Law library	4,000		4,000
Data processing	109,551	20,000	129,551
Sanity hearings	4,000		4,000
Clerk - Auditor	182,646	250	182,896
Recorder	199,685		199,685
Attorney	304,328	7,000	311,328
Treasurer	143,122		143,122
Assessor	225,097		225,097
Surveyor	16,000	3,000	19,000
Elections	40,250		40,250
Libraries	41,210	800	42,010
Extension service	95,226		95,226
Exhibits	89,417		89,417
Economic Development	65,636		65,636
Contributions to Juab Soil Conservation Dist.	2,000		2,000
Contributions to private organizations	600		600
Contributions to Senior Citizens	1,200		1,200
Miscellaneous	4,000		4,000
Non-departmental	47,235	142,600	189,835
Planning and zoning	50,188		50,188
	<u>1,917,119</u>	<u>127,650</u>	<u>2,044,769</u>
Courts			
Indigent counsel	89,053	250	89,303
District and Circuit Courts	3,000		3,000
East Precinct Court	186,036		186,036
	<u>278,089</u>	<u>250</u>	<u>278,339</u>
Buildings and Grounds			
Courthouse and grounds	562,508		562,508
	<u>562,508</u>	<u>-0-</u>	<u>562,508</u>

**JUAB COUNTY
GENERAL FUND**

Analysis of Budget

For the Year Ended December 31, 2008

(Continued)

	Adopted Budget 1/2/2008	Adjusted By Resolution	Final Budget 12/31/2008
Public Safety			
Sheriff	854,083	95,500	949,583
County jail	1,179,553		1,179,553
Search and rescue	20,000		20,000
Alcohol enforcement	24,700		24,700
Inspection costs	13,000		13,000
Emergency services	80,114		80,114
East Juab ambulance	188,250		188,250
West Juab ambulance	74,139		74,139
West desert patrol	37,000		37,000
Other protective animal services	6,000		6,000
Homeland security	150,000	246,500	396,500
Drug law enforcement	79,575		79,575
911 System		127,500	127,500
	<u>2,706,414</u>	<u>469,500</u>	<u>3,175,914</u>
Public Health			
Mosquito abatement	39,383	12,100	51,483
Six County service contracts		145,000	145,000
	<u>39,383</u>	<u>157,100</u>	<u>196,483</u>
Roads and Public Improvements			
Cloud seeding	6,000		6,000
Weed control	133,397		133,397
	<u>139,397</u>		<u>139,397</u>
 Total expenditures	 5,642,910	 754,500	 6,397,410
Other Financing Uses			
Transfer to Capital Projects Fund		332,884	332,884
Transfer to Risk Management Fund	305,651	485,000	790,651
Total expenditures and other financing uses	<u>\$ 5,948,561</u>	<u>\$ 1,572,384</u>	<u>\$ 7,520,945</u>

SPECIAL REVENUE FUNDS

The special revenue funds are used to account for the proceeds of specific revenue sources that are set aside for expenditure for specified purposes.

**JUAB COUNTY
SPECIAL REVENUE FUNDS**

Combining Balance Sheet

December 31, 2008
With Comparative Totals for December 31, 2007

	Class "B" Road Fund	Convention Bureau Fund	Special Events Fund	RS2477 Grant Fund	Totals (Memorandum Only)	
					2008	2007
ASSETS						
Cash and cash equivalents	\$ 203,700	\$ 235,788	\$ 174,692	\$ 33,865	\$ 648,045	\$ 549,898
State Treasurer's Investment Pool	2,302,970				2,302,970	2,953,350
Taxes Receivable						7,406
Accounts receivable	2,817				2,817	4,602
Total assets	<u>\$ 2,509,487</u>	<u>\$ 235,788</u>	<u>\$ 174,692</u>	<u>\$ 33,865</u>	<u>\$ 2,953,832</u>	<u>\$ 3,515,256</u>
LIABILITIES AND FUND EQUITY						
Liabilities						
Accounts payable	\$ 151,172	\$ 831		\$ 48	\$ 152,051	\$ 79,723
Short-term interfund payable						14,052
Total liabilities	<u>151,172</u>	<u>831</u>		<u>48</u>	<u>152,051</u>	<u>93,775</u>
Fund Equity						
Reserved	<u>2,358,315</u>	<u>234,957</u>	<u>\$ 174,692</u>	<u>33,817</u>	<u>2,801,781</u>	<u>3,421,481</u>
Total liabilities and fund equity	<u>\$ 2,509,487</u>	<u>\$ 235,788</u>	<u>\$ 174,692</u>	<u>\$ 33,865</u>	<u>\$ 2,953,832</u>	<u>\$ 3,515,256</u>

**JUAB COUNTY
SPECIAL REVENUE FUNDS**

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Class "B"	Convention	Special	RS2477	Totals (Memorandum Only)	
	Road	Bureau	Events	Grant	2008	2007
Revenues						
Shared revenues	\$ 1,760,913				\$ 1,760,913	\$ 1,703,593
Property taxes						352,382
Interest	94,785	\$ 2,404	\$ 1,453	\$ 397	99,039	152,881
Transient room tax		74,885			74,885	70,326
Other revenue	101,503		38,486		139,989	171,812
Total revenues	<u>1,957,201</u>	<u>77,289</u>	<u>39,939</u>	<u>397</u>	<u>2,074,826</u>	<u>2,450,994</u>
Expenditures						
Salaries and wages	508,820				508,820	792,380
Employee benefits	340,958				340,958	527,397
Materials, supplies, and services	1,575,323	37,036		4,296	1,616,655	918,697
Interest expense						15,241
Capital outlay	206,095				206,095	319,144
Total expenditures	<u>2,631,196</u>	<u>37,036</u>		<u>4,296</u>	<u>2,672,528</u>	<u>2,572,859</u>
Excess (Deficiency) of revenues over expenditures	(673,995)	40,253	39,939	(3,899)	(597,702)	(121,865)
Other Financing Sources and (Uses)						
Transfer from other funds						185,906
Transfer to other funds		(22,000)			(22,000)	(22,000)
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses	(673,995)	18,253	39,939	(3,899)	(619,702)	42,041
Fund balance, January 1	<u>3,032,310</u>	<u>216,704</u>	<u>134,753</u>	<u>37,716</u>	<u>3,421,483</u>	<u>3,379,440</u>
Fund balance, December 31	<u>\$ 2,358,315</u>	<u>\$ 234,957</u>	<u>\$ 174,692</u>	<u>\$ 33,817</u>	<u>\$ 2,801,781</u>	<u>\$ 3,421,481</u>

JUAB COUNTY
CLASS "B" ROAD
(A SPECIAL REVENUE FUND)

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Revenues				
Shared revenues	\$ 1,439,851	\$ 1,760,913	\$ 321,062	\$ 1,703,592
Interest	133,477	94,785	(38,692)	137,669
Other revenues	25,757	101,503	75,746	133,498
Total revenues	<u>1,599,085</u>	<u>1,957,201</u>	<u>358,116</u>	<u>1,974,759</u>
Expenditures				
Salaries and wages	570,888	508,820	62,068	502,124
Employee benefits	353,817	340,958	12,859	337,658
Materials, supplies, and services	2,183,945	1,575,323	608,622	848,452
Capital outlay	530,000	206,095	323,905	319,144
Total expenditures	<u>3,638,650</u>	<u>2,631,196</u>	<u>1,007,454</u>	<u>2,007,378</u>
Excess (Deficiency) of revenues over expenditures	<u>\$ (2,039,565)</u>	(673,995)	<u>\$ 1,365,570</u>	(32,619)
Fund balance, January 1		<u>3,032,310</u>		<u>3,064,929</u>
Fund balance, December 31		<u>\$ 2,358,315</u>		<u>\$ 3,032,310</u>

**JUAB COUNTY
CONVENTION BUREAU
(A SPECIAL REVENUE FUND)**

**Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Revenues				
Transient room tax	\$ 55,806	\$ 74,885	\$ 19,079	\$ 70,326
Interest	9,356	2,404	(6,952)	8,898
Total revenues	65,162	77,289	12,127	79,224
Expenditures				
Materials, supplies, and services	52,000	37,036	14,964	27,193
Excess of revenues over expenditures	13,162	40,253	27,091	52,031
Other Financing Uses				
Transfer to General Fund	(22,000)	(22,000)		(22,000)
Total other financing uses	(22,000)	(22,000)	-0-	(22,000)
Excess (Deficiency) of revenues over expenditures and other financing uses	<u>\$ (8,838)</u>	18,253	<u>\$ 27,091</u>	30,031
Fund balance, January 1		216,704		186,673
Fund balance, December 31		<u>\$ 234,957</u>		<u>\$ 216,704</u>

JUAB COUNTY
SPECIAL EVENTS FUND
(A SPECIAL REVENUE FUND)

**Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Revenues				
Proceeds from special event	\$ 43,168	\$ 38,486	\$ (4,682)	\$ 38,314
Interest		1,453	1,453	4,723
Total revenues	<u>43,168</u>	<u>39,939</u>	<u>(3,229)</u>	<u>43,037</u>
Expenditures				
Materials, supplies & services				
Total expenditures	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues over expenditures	<u>\$ 43,168</u>	<u>39,939</u>	<u>\$ (3,229)</u>	<u>43,037</u>
Fund balance, January 1		<u>134,753</u>		<u>91,716</u>
Fund balance, December 31		<u>\$ 174,692</u>		<u>\$ 134,753</u>

JUAB COUNTY
RS2477 GRANT FUND
(A SPECIAL REVENUE FUND)

**Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Revenues				
Proceeds from grant	\$ 2,570		\$ (2,570)	
Interest	1,500	\$ 397	(1,103)	\$ 1,592
Total revenues	<u>4,070</u>	<u>397</u>	<u>(3,673)</u>	<u>1,592</u>
Expenditures				
Materials, supplies & services	4,070	4,296	(226)	
Total expenditures	<u>4,070</u>	<u>4,296</u>	<u>(226)</u>	<u>-0-</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -0-</u>	<u>(3,899)</u>	<u>\$ (3,899)</u>	<u>1,592</u>
Fund balance, January 1		<u>37,716</u>		<u>36,124</u>
Fund balance, December 31		<u>\$ 33,817</u>		<u>\$ 37,716</u>

CAPITAL PROJECTS FUND

The capital projects fund is used to account for the financial resources to be used for the acquisition or construction of capital assets.

**JUAB COUNTY
CAPITAL PROJECTS FUND**

Balance Sheet

December 31, 2008
With Comparative Totals for December 31, 2007

	<u>2008</u>	<u>2007</u>
ASSETS		
Cash and cash equivalents	<u>\$ 1,392,235</u>	<u>\$ 1,029,045</u>
Total assets	<u><u>\$ 1,392,235</u></u>	<u><u>\$ 1,029,045</u></u>
 LIABILITIES AND FUND EQUITY		
Fund Equity		
Reserved	<u>\$ 1,392,235</u>	<u>\$ 1,029,045</u>
Total liabilities and fund equity	<u><u>\$ 1,392,235</u></u>	<u><u>\$ 1,029,045</u></u>

**JUAB COUNTY
CAPITAL PROJECTS FUND**

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Interest	\$ 49,625	\$ 30,306	\$ (19,319)	\$ 49,332
Expenditures				
Contribution to Juab School District			-	75,214
Excess (Deficiency) of revenues over expenditures	49,625	30,306	(19,319)	(25,882)
Other financing sources				
Transfer from General Fund	332,884	332,884		73,899
Excess of revenues and other financing sources over expenditures	<u>\$ 382,509</u>	363,190	<u>\$ (19,319)</u>	48,017
Fund balance, January 1		1,029,045		981,028
Fund balance, December 31		<u>\$ 1,392,235</u>		<u>\$ 1,029,045</u>

RISK MANAGEMENT RESERVE FUND

The insurance reserve fund is used to accumulate funds that will insure against comprehensive and collision losses on County vehicles, as well as other liability claims against the County.

JUAB COUNTY
RISK MANAGEMENT RESERVE FUND

Balance Sheet

December 31, 2008
With Comparative Totals for December 31, 2007

	<u>2008</u>	<u>2007</u>
Assets		
Cash and cash equivalents	\$ 967,027	\$ 196,528
Total assets	<u>\$ 967,027</u>	<u>\$ 196,528</u>
 Fund Equity		
Reserved	\$ 967,027	\$ 196,528
Total fund equity	<u>\$ 967,027</u>	<u>\$ 196,528</u>

JUAB COUNTY
RISK MANAGEMENT RESERVE FUND

**Statement of Revenue, Expenses and
Changes in Fund Balance - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance - Favorable (Unfavorable)	Actual
Revenues				
Interest	\$ 10,142	\$ 6,397	\$ (3,745)	\$ 10,142
Expenditures				
Materials, supplies & services		16,759	(16,759)	280
Property tax refund	50,000	9,790	40,210	322
Total expenditures	50,000	26,549	23,451	602
Excess (Deficiency) of revenues over expenditures	(39,858)	(20,152)	(19,706)	9,540
Other financing sources				
Transfer from General Fund	790,651	790,651		
Excess of revenues and other financing sources over expenditures	<u>\$ 750,793</u>	770,499	<u>\$ (19,706)</u>	9,540
Fund balance, January 1		196,528		186,988
Fund balance, December 31		<u>\$ 967,027</u>		<u>\$ 196,528</u>

PROPRIETARY FUNDS

The proprietary funds are used to account for the business like activities of the County.

JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Net Assets
December 31, 2008
With Comparative Totals for December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
ASSETS					
Current Assets					
Cash and cash equivalents			\$ 686,666	\$ 686,666	\$ 620,167
Due from other governmental units			43,036	43,036	42,829
Total current assets			<u>729,702</u>	<u>729,702</u>	<u>662,996</u>
Noncurrent assets					
Restricted cash and cash equivalents	\$ 596,680	\$ 323,167	260,116	1,179,963	721,284
Property and equipment, at cost					
Equipment	21,134	283,886		305,020	305,020
Buildings	4,032,248			4,032,248	2,712,881
Construction in progress	625,791			625,791	
Land	61,487		218,201	279,688	279,688
Accumulated depreciation	(843,884)	(280,833)		(1,124,717)	(1,031,831)
Net property and equipment	<u>3,896,776</u>	<u>3,053</u>	<u>218,201</u>	<u>4,118,030</u>	<u>2,265,758</u>
Total assets	<u>\$ 4,493,456</u>	<u>\$ 326,220</u>	<u>\$ 1,208,019</u>	<u>\$ 6,027,695</u>	<u>\$ 3,650,038</u>
LIABILITIES					
Current Liabilities					
Accounts payable		\$ 3,142		\$ 3,142	\$ 2,460
Accrued interest	\$ 23,137	1,125		24,262	26,346
Short-term interfund payables	313,238	212,992		526,230	330,676
Accrued liabilities		5,291		5,291	4,330
Current portion long-term debt	142,003	24,000		166,003	140,400
Total current liabilities	<u>478,378</u>	<u>246,550</u>		<u>724,928</u>	<u>504,212</u>
Noncurrent liabilities					
Estimated liability-closure/postclosure			\$ 705,043	705,043	698,062
Bonds payable	2,666,250	74,310		2,740,560	1,406,000
Deferred interest payable	65,245			65,245	70,191
Construction loan	193,745			193,745	208,769
Less current portion	(142,003)	(24,000)		(166,003)	(140,400)
Total noncurrent liabilities	<u>2,783,237</u>	<u>50,310</u>	<u>705,043</u>	<u>3,538,590</u>	<u>2,242,622</u>
Total liabilities	<u>\$ 3,261,615</u>	<u>\$ 296,860</u>	<u>\$ 705,043</u>	<u>\$ 4,263,518</u>	<u>\$ 2,746,834</u>
NET ASSETS					
Invested in capital assets, net of related debt	\$ 948,399	\$ (72,382)	\$ 218,201	\$ 1,094,218	\$ 554,453
Restricted for					
Debt service	596,680	323,167		919,847	508,750
Landfill closure			260,116	260,116	212,533
Unrestricted	(313,238)	(221,425)	24,659	(510,004)	(372,532)
Total net assets	<u>\$ 1,231,841</u>	<u>\$ 29,360</u>	<u>\$ 502,976</u>	<u>\$ 1,764,177</u>	<u>\$ 903,204</u>

JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
Operating Revenues					
Landfill fees			\$ 294,731	\$ 294,731	\$ 282,519
Landfill grant					720
Lease revenues	\$ 151,842			151,842	148,212
Landfill contract earnings		\$ 204,668		204,668	176,715
Total operating revenues	<u>151,842</u>	<u>204,668</u>	<u>294,731</u>	<u>651,241</u>	<u>608,166</u>
Operating Expenses					
Salaries and wages		44,083		44,083	44,827
Employee benefits		27,737		27,737	27,122
Materials, supplies, and services	1,310	48,029	800	50,139	41,204
Management		23,032		23,032	19,632
Contract payment to Juab County			204,666	204,666	176,715
Closure/postclosure costs			6,981	6,981	484,596
Depreciation expense	76,643	16,244		92,887	96,785
Total operating expenses	<u>77,953</u>	<u>159,125</u>	<u>212,447</u>	<u>449,525</u>	<u>890,881</u>
Net operating income (loss)	73,889	45,543	82,284	201,716	(282,715)
Nonoperating Revenues (Expenses)					
Transfer to General Fund	(19,169)			(19,169)	
Capital grant	657,000			657,000	
Interest income	26,121	6,408	25,023	57,552	55,262
Interest expense	(31,596)	(4,530)		(36,126)	(50,863)
Total nonoperating revenues (expenses)	<u>632,356</u>	<u>1,878</u>	<u>25,023</u>	<u>659,257</u>	<u>4,399</u>
Net income (loss)	706,245	47,421	107,307	860,973	(278,316)
Net assets (deficit) at beginning of the year	525,596	(18,061)	395,669	903,204	1,181,520
Net assets at end of the year	<u>\$ 1,231,841</u>	<u>\$ 29,360</u>	<u>\$ 502,976</u>	<u>\$ 1,764,177</u>	<u>\$ 903,204</u>

JUAB COUNTY
PROPRIETARY FUNDS
Combining Statement of Cash Flows
For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	Municipal Building Authority	Landfill Operation Fund	JRDA Landfill Fund	Totals (Memorandum Only)	
				2008	2007
Cash flows from operating activities					
Cash received from					
Customers			\$ 294,524	\$ 294,524	\$ 277,659
Service income - JRDA Fund		\$ 204,668		204,668	176,715
Lease income from General Fund	\$ 151,842			151,842	148,212
Landfill grant					720
Cash paid to/for					
Employees		(70,859)		(70,859)	(70,165)
Suppliers	(1,310)	(70,380)	(800)	(72,490)	(63,830)
Contract payment to Juab County			(204,666)	(204,666)	(176,715)
Net cash provided by operating activities	150,532	63,429	89,058	303,019	292,596
Cash Flows From Investing Activities					
Payment for construction in progress	(625,791)			(625,791)	
Purchase of capital assets	(1,319,367)			(1,319,367)	
Interest on cash and cash equivalents	26,121	6,408	25,023	57,552	55,262
Net cash provided (used) by investing activities	(1,919,037)	6,408	25,023	(1,887,606)	55,262
Cash Flows From Noncapital Financing Activities					
Interfund borrowing	168,299	27,255		195,554	32,036
Net cash provided by noncapital financing activities	168,299	27,255	-0-	195,554	32,036
Cash Flows From Capital and Related Financing Activities					
Capital grant	657,000			657,000	
Transfer to General Fund	(19,169)			(19,169)	
Loan for construction	1,457,000			1,457,000	
Payment on bonds and notes	(113,774)	(23,690)		(137,464)	(132,599)
Interest paid on bonds	(33,335)	(4,530)		(37,865)	(50,863)
Payment of deferred interest on bonds	(4,945)	(346)		(5,291)	(5,147)
Net cash provided (used) by capital and related financing activities	1,942,777	(28,566)		1,914,211	(188,609)
Net increase in cash and cash equivalents	342,571	68,526	114,081	525,178	191,285
Cash and cash equivalents at beginning of year	254,109	254,641	832,701	1,341,451	1,150,166
Cash and cash equivalents at end of year	\$ 596,680	\$ 323,167	\$ 946,782	\$ 1,866,629	\$ 1,341,451
Reconciliation to operating income					
Operating income (loss)	\$ 73,889	\$ 45,543	\$ 82,284	\$ 201,716	\$ (282,715)
Adjustments to reconcile operating income(loss) to net cash provided by operating activities					
Depreciation	76,643	16,244		92,887	96,785
Increase in liability for closure			6,981	6,981	484,596
Changes in current assets and liabilities					
(Increase) decrease in					
Due from other governmental units			(207)	(207)	(4,860)
Increase (decrease) in					
Accounts payable		681		681	(1,290)
Accrued liabilities		961		961	80
Net cash provided by operating activities	\$ 150,532	\$ 63,429	\$ 89,058	\$ 303,019	\$ 292,596

JUAB COUNTY
MUNICIPAL BUILDING AUTHORITY
(AN ENTERPRISE FUND)

**Statement of Revenues, Expenses and
Changes in Net Assets - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance - Favorable (Unfavorable)	Actual
Operating Revenues				
Lease revenue-Jail	\$ 129,131	\$ 129,130	\$ 1	\$ 126,000
Lease revenue-UHP	22,212	22,712	(500)	22,212
Total operating revenues	151,343	151,842	(499)	148,212
Operating Expenses				
Utilities - UHP	1,279		1,279	79
Materials, supplies, and services	2,560	1,310	1,250	1,310
Depreciation expense-Jail	70,510	76,643	(6,133)	68,397
Total operating expenses	74,349	77,953	(3,604)	69,786
Operating income	76,994	73,889	(3,105)	78,426
Nonoperating Revenues (Expenses)				
Capital grant		657,000	(657,000)	
Interest income	2,400	26,121	23,721	6,176
Interest expense	(39,275)	(30,115)	9,160	(35,031)
Interest Expense-UHP loan		(1,481)	(1,481)	(5,447)
Transfer to General Fund		(19,169)	(19,169)	
Total nonoperating revenues (expenses)	(36,875)	632,356	(644,769)	(34,302)
Net Income	\$ 40,119	706,245	\$ (647,874)	44,124
Net assets at beginning of year		525,596		481,472
Net assets at end of year		\$ 1,231,841		\$ 525,596

JUAB COUNTY
LANDFILL OPERATION FUND
(AN ENTERPRISE FUND)

**Statement of Revenues, Expenses and
Changes in Net Assets - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance - Favorable (Unfavorable)	Actual
Operating Revenues				
Landfill contract earnings	\$ 126,344	\$ 204,668	\$ 78,324	\$ 176,715
Total operating revenues	126,344	204,668	78,324	176,715
Operating Expenses				
Salaries and wages	52,227	44,083	8,144	44,827
Employee benefits	39,013	27,737	11,276	27,122
Materials, supplies, and services	37,598	48,029	(10,431)	28,116
Depreciation expense	28,500	16,244	12,256	28,389
Management & bookkeeping	33,669	23,032	10,637	19,632
Total operating expenses	191,007	159,125	31,882	148,087
Operating income (loss)	(64,663)	45,543	110,206	28,628
Nonoperating Revenues (Expenses)				
Interest income	8,000	6,408	(1,592)	11,873
Interest expense	(10,410)	(4,530)	5,880	(10,385)
Total nonoperating revenues(expenses)	(2,410)	1,878	4,288	1,488
Net income (loss)	\$ (67,073)	47,421	\$ 114,494	30,116
Net assets (deficit) at beginning of year		(18,061)		(48,177)
Net assets (deficit) at end of year		\$ 29,360		\$ (18,061)

**JUAB COUNTY
JRDA LANDFILL FUND
(AN ENTERPRISE FUND)**

**Statement of Revenues, Expenses and
Changes in Net Assets - Budget and Actual**

For the Year Ended December 31, 2008
With Comparative Totals for the Year Ended December 31, 2007

	2008			2007
	Budget	Actual	Variance - Favorable (Unfavorable)	Actual
Operating Revenues				
Landfill fees	\$ 277,091	\$ 294,731	\$ 17,640	\$ 282,519
Landfill grant				720
Total operating revenues	<u>277,091</u>	<u>294,731</u>	<u>17,640</u>	<u>283,239</u>
Operating Expenses				
Materials, supplies, and services		800	(800)	11,698
Contract payment to Juab County	126,344	204,666	(78,322)	176,715
Closure/postclosure costs	10,000	6,981	3,019	484,596
Total operating expenses	<u>136,344</u>	<u>212,447</u>	<u>(76,103)</u>	<u>673,009</u>
Operating income	140,747	82,284	(58,463)	(389,770)
Nonoperating Revenues (Expenses)				
Interest income	49,041	25,023	(24,018)	37,214
Net income (loss)	<u>\$ 189,788</u>	<u>107,307</u>	<u>\$ (82,481)</u>	<u>(352,556)</u>
Net assets at beginning of year		395,669		748,225
Net assets at end of year		<u>\$ 502,976</u>		<u>\$ 395,669</u>

ADDITIONAL SCHEDULES

These schedules are included to provide additional information for analysis.

JUAB COUNTY

Statement of Treasurer's Receipts and Disbursements - Tax Account

For the Year Ended December 31, 2008

	Treasurer's Balance Jan 1, 2008	Tax Collection Receipts	Current Taxes and Fee-In-Lieu Appropriated	Delinquent Taxes, Interest and Other Appropriated	Total	Disbursements	Adjustments	Treasurer's Balance Dec 31, 2008
Treasurer's Collection Accounts								
Current year taxes		\$ 8,575,747	\$ (8,557,203)		\$ 18,544		\$ (18,323)	\$ 221
Fee-in-lieu assessments		833,155	(833,010)		145		(145)	
Redemptions, penalties and interest		180,301		\$ (180,301)				
Motor Carrier		125,593		(125,593)				
Fish Springs		1,379		(1,379)				
Forest reserve & wildlife		32,380		(32,380)				
Interest due General Fund	\$ 28,657	4,492			33,149	\$ (28,657)		4,492
Refunds		27,545			27,545	(27,545)		
Over (short) and other	627				627	(34)		593
Receivable - Jan 1-15 collections							(16,077)	(16,077)
Administrative fee		2,516			2,516	(2,516)		
Prepayments	1,052			658	1,710	(1,487)		222
Total	<u>30,336</u>	<u>9,783,109</u>	<u>(9,390,213)</u>	<u>(338,995)</u>	<u>84,236</u>	<u>(60,239)</u>	<u>(34,545)</u>	<u>(10,549)</u>
Taxing Units								
County Funds								
General Fund	45,318		1,770,546	85,537	1,901,401	(1,836,363)	(355)	64,683
Assessing and collecting	7,406		323,888	9,492	340,786	(329,555)	(66)	11,165
School Districts:								
Juab School District	124,117		5,633,674	165,929	5,923,720	(5,733,193)	(1,185)	189,342
Tintic School District	12,306		265,346	31,727	309,379	(292,947)		16,432
Cities and Towns								
Nephi City	16,306		317,670	9,730	343,706	(321,257)	(147)	22,302
Santaquin City			14	1	15	(15)		
Levan Town	1,412		30,473	1,531	33,416	(31,116)		2,300
Mona Town	1,971		64,288	2,018	68,277	(64,815)	(48)	3,414
Eureka City	3,019		51,956	4,690	59,665	(56,299)		3,366
Rocky Ridge Town	240		26,083	248	26,571	(26,248)		323
Other Districts								
Central Utah Water Conservancy District	5,255		219,935	7,049	232,239	(224,517)	(45)	7,677
East Juab County Water Conservancy District	3,537		118,422	2,960	124,919	(120,230)	(35)	4,654
Juab Special Service Fire District								
	13,872		567,918	18,083	599,873	(579,939)	(114)	19,820
	234,759		9,390,213	338,995	9,963,967	(9,616,494)	(1,995)	345,478
Total	<u>\$ 265,095</u>	<u>\$ 9,783,109</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 10,048,203</u>	<u>\$ (9,676,733)</u>	<u>\$ (36,540)</u>	<u>\$ 334,929</u>

JUAB COUNTY

Statement of Taxes Charged, Collected, and Disbursed - Current and Prior Years

For the Year Ended December 31, 2008

CURRENT YEAR TAXES										
1	2	3	4	5	6	7	8	9	10	
Taxing Entities	Year End Real Property Value	Year End Centrally Assessed Property Value	Real & Central Assessed RDA	Total Adjusted Real & Central Assessed Value	Year End Personal Property Value	Personal Property RDA Value	Total Adjusted Personal Property Value	Total Adjusted Value	Current Year Real & Central Assessed Prop. Tax Rate	
County Funds										
General Fund	\$ 390,126,855	\$ 323,193,515		\$ 713,320,370	\$ 27,405,478		\$ 27,405,478	\$ 740,725,848	0.002282	
Assessing and Collecting-County	390,126,855	323,193,515		713,320,370	27,405,478		27,405,478	740,725,848	0.000300	
Assessing and Collecting-State	390,126,855	323,193,515		713,320,370	27,405,478		27,405,478	740,725,848	0.000121	
School Districts										
Juab School District	373,901,536	311,758,747		685,660,283	26,773,881		26,773,881	712,434,164	0.007609	
Tintic School District	16,225,319	11,434,768		27,660,087	631,667		631,667	28,291,754	0.009218	
Cities and Towns										
Nephi City	188,456,125	4,606,427		193,062,552	12,043,927		12,043,927	205,106,479	0.001370	
Levan Town	22,855,940	616,049		23,471,989	189,684		189,684	23,661,673	0.001097	
Mona Town	53,931,750	1,021,622		54,953,372	137,254		137,254	55,090,626	0.001000	
Santaquin	9,660	9,660		9,660				9,660	0.001434	
Eureka City	12,033,438	1,622,126		13,655,564	504,206		504,206	14,159,770	0.003149	
Rocky Ridge Town	6,042,730	816,663		6,859,393	1,645,718		1,645,718	8,505,111	0.002334	
Other Districts										
Central Utah Water Conservancy District	387,379,425	319,799,998		707,179,423	27,386,508		27,386,508	734,565,931	0.000286	
East Juab County Water Conservancy District	277,537,090	192,130,160		469,667,250	14,923,654		14,923,654	484,590,904	0.000228	
Juab Special Service Fire District	390,126,855	323,193,515		713,320,370	27,405,478		27,405,478	740,725,848	0.000732	

JUAB COUNTY

Statement of Taxes Charged, Collected, and Disbursed - Current and Prior Years

For the Year Ended December 31, 2008

	CURRENT YEAR TAXES							OTHER COLLECTIONS						
	11	12	13	14	15	16	17	18	19	20	21	22	23	24
	Prior Year Personal Property Tax Rate	Real & Central Assessed Property Taxes Charged	Personal Property Taxes Charged	Total Taxes Charged	Unpaid Taxes	Abatements	Other	Total Treasurer's Relief	Net Taxes Collected	Collected Rate	Fee in Lieu	Misc Collected	Tax	Interest/ Penalties
County Funds														
General Fund	0.002448 \$	1,627,797 \$	67,089 \$	1,694,886 \$	62,114 \$	10,679 \$	4,643 \$	77,436 \$	1,617,450 \$	95% \$	153,097 \$	15,702 \$	30,181 \$	13,854
Assessing and Collecting-County	0.000300	213,996	8,222	222,218	8,166	1,404	625	10,195	212,023	95%	18,762	2,111	3,624	
Assessing and Collecting-State	0.000121	86,312	3,316	89,628	3,294	566	232	4,092	85,536	95%	7,567	801	1,567	
School Districts														
Juab School District	0.007609	5,217,189	203,722	5,420,912	179,962	33,041	14,025	227,028	5,193,884	96%	439,790	50,842	72,718	3,382
Tintic School District	0.009064	254,971	5,725	260,696	32,888	3,111	2,321	38,320	222,376	85%	42,971	2,963	24,589	1,715
Cities and Towns														
Nephi City	0.001541	264,496	18,560	283,055	14,692	4,398	873	19,963	263,092	93%	54,577	3,659	5,534	322
Levan Town	0.001049	25,749	199	25,948	1,222	436	2	1,660	24,288	94%	6,185	335	1,110	78
Mona Town	0.001206	54,953	166	55,119	2,785	735	15	3,535	51,584	94%	12,703	646	1,240	52
Santaquin	0.001436	14	14	14	14			14	14	100%		1		
Eureka City	0.003145	43,001	1,586	44,587	4,826	1,063	107	5,996	38,591	87%	13,366	620	3,724	324
Rocky Ridge Town	0.002498	16,010	4,111	20,121			(2,552)	(2,552)	22,673	113%	3,411	239		3
Other Districts														
Central Utah Water Conservancy District	0.000302	202,253	8,271	210,524	7,622	1,338	469	9,429	201,095	96%	18,840	1,891	3,824	203
East Juab County Water Conservancy District	0.000249	107,084	3,716	110,800	3,769	899	358	5,026	105,774	95%	12,648	852	1,334	77
Juab Special Service Fire District	0.000785	522,151	21,513	543,664	19,924	3,426	1,489	24,839	518,825	95%	49,093	5,323.00	9,689	498
	\$	8,635,976 \$	346,195 \$	8,982,171 \$	341,264 \$	61,096 \$	22,607 \$	424,967 \$	8,557,204 \$		833,010 \$	85,985 \$	159,134 \$	20,508

ADDITIONAL AUDITORS' REPORTS

These additional reports are required by *Government Auditing Standards* and the Utah State Auditor's Office, respectively.



HAWKINS CLOWARD & SIMISTER

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Board of Commissioners
Juab County
Nephi, Utah

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Juab County, Utah, as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents and have issued our report thereon dated Jun 10, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Juab County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Juab County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we noted certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than remote

likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying schedule of audit findings and responses, with reference numbers 2008-1 through 2008-6 to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily identify all significant deficiencies that are also considered to be material weaknesses. However, we believe none of the significant deficiencies referred to above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Juab County's responses to the findings identified in our audit are described in the accompanying schedule of audit findings and responses. We did not audit the responses and, accordingly, we express no opinion on them.

This report is intended for the information and use of management, federal awarding agencies, pass-through entities and the Utah State Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.

Hawkins Cloward & Simister, LC

HAWKINS CLOWARD & SIMISTER, LC

CERTIFIED PUBLIC ACCOUNTANTS

June 10, 2009

JUAB COUNTY
Schedule of Audit Findings
December 31, 2008

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the financial statements of Juab County.
2. Six significant deficiencies in internal control were disclosed by the audit of the financial statements. None of these significant deficiencies were considered material weaknesses.
3. The audit disclosed no instances of noncompliance having financial statement significance.

B. FINDINGS — FINANCIAL STATEMENT AUDIT

SIGNIFICANT DEFICIENCIES

(Significant deficiencies, related to the financial statements, are described below)

2008-1

Condition: There is insufficient monitoring of the third party ambulance billing done for the County. The third party billing company makes all non-payment credit adjustments to the accounts as well as receiving the payments. Monthly reports are provided to the County, but little analytical review or reconciliation of the activity is done.

Criteria: Policies and procedures should be in place to provide reasonable assurance the County is receiving all revenues to which it is entitled.

Effect: Ambulance service revenues constitute a major revenue source for the County. Approximately \$380,000 was received in 2008 from this source.

FINDINGS — FINANCIAL STATEMENT AUDIT (CONTINUED)

Recommendation: In addition to comparing the number of ambulance runs in the County to the number of runs for which the billing charges, payments shown on the billing reports should be compared to payments received by the County. All bad debt write-offs should continue to be approved by the Commission. A form could be developed listing the monthly monitoring steps performed. Total revenues should be reviewed for reasonableness as compared to levels of activity.

Response: We concur with the finding and will implement the recommendations.

2008-2

Condition: Individual liability account balances in the County's Court Trust Fund are not being sufficiently tracked.

Criteria: The monies held in trust by the County should be monitored to provide for a monthly reconciliation of the individual liability account balances to a detailed record of whose monies are held, and a proper disposition of the monies.

Effect: Not performing the monthly reconciliations can result in not timely remitting collected monies due the State and other entities. It can also result in losing track of whose monies are being held.

Recommendation: We recommend that a detailed record be maintained of amounts in the individual liability accounts which is reconciled to the general ledger monthly. Residual balances due to the State should be remitted. Money in court-related liability accounts which no longer represents a fiduciary obligation should be transferred to the County as fine revenue. The JP's Office should implement an automated system to track and reconcile the amounts in the JP bail account.

Response: We concur with the finding and will implement the recommendations.

2008-3

Condition: The County needs to improve its monitoring of, and controls over the dispensing of motor fuel from its inventory.

Criteria: Controls should be in place to ensure that motor fuel purchased by the County is only used for approved County purposes.

Effect: Inadequate controls can lead to the use of fuel for personal or other inappropriate purposes.

FINDINGS — FINANCIAL STATEMENT AUDIT (CONTINUED)

Recommendation: We recommend that appropriate controls be determined, using a reasonable cost/benefit analysis, and put in place to help ensure that County fuel is used only for approved County purchases. Responsibility for monitoring of the controls should be clearly established.

Response: We concur with the finding and will implement the recommendation.

2008-4

Condition: Activities and balances in six small bank accounts were not recorded in the County's general ledger. Some of these accounts were not under the control of the County Treasurer for part of 2008 and earlier.

Criteria: All bank accounts should be under the control of the Treasurer. Transactions and balances should be recorded in the general ledger on a timely basis.

Effect: The accounts could contain transactions which are not subjected to reasonable approval and oversight. Financial reports are incomplete without all transactions accounted for.

Recommendation: We recommend all new bank accounts, and related bank statements, be approved and handled through the Treasurer's office.

Response: We concur with the finding. We have or will make entries to set up and record the balances and transactions of all accounts.

2008-5

Condition: The County incorrectly accounted for the financing and construction activities of the new road shed building and the two new fire stations. Both projects were approved to be completed by the Juab Municipal Building Authority (JMBA) and were financed, at least in part, with loans from the Utah Permanent Community Impact Board. The loans, as well as the related investment account balances and construction activity, should have been recorded in the accounts of the JMBA. The transactions were, instead, recorded in the Class B Road Fund and in the Fire District, respectively.

Criteria: Projects completed by the JMBA should have all related balances and transactions recorded in the JMBA general ledger accounts.

Effect: Recording transactions in incorrect funds leads to misstatements in financial reports.

FINDINGS — FINANCIAL STATEMENT AUDIT (CONTINUED)

Recommendation: We recommend these types of transactions be carefully reviewed for determination of proper fund application and accounting.

Response: We concur with the finding and will implement the recommendation.

2008-6

Condition: Updated detailed job descriptions do not exist for many significant positions within the County.

Criteria: To facilitate a smooth transition in the accurate and timely performance of responsibilities, detailed job descriptions should be required to be prepared and maintained for significant positions.

Effect: Failure to have such job descriptions could lead to an interruption or delay in the County's provision of services.

Recommendation: We recommend that positions for which job descriptions are critical be identified and the related individuals be given the assignment to complete them. They should be reviewed and approved by the department head.

Response: We concur with the finding and will implement the recommendation.

NONCOMPLIANCE

(No findings)

C. CURRENT YEAR STATUS OF PRIOR YEAR AUDIT FINDINGS

SIGNIFICANT DEFICIENCIES

2007-1

Condition: There is insufficient monitoring of the third party ambulance billing done for the County. The third party billing company makes all non-payment credit adjustments to the accounts as well as receiving the payments. Monthly reports are provided to the County, but little analytical review of the activity is done.

Current Status: See current year finding 2008-1

CURRENT YEAR STATUS OF PRIOR YEAR AUDIT FINDINGS (CONTINUED)

2007-2

Condition: Individual liability account balances in the County's Court Trust Fund are not being sufficiently tracked.

Current Status: See current year finding 2008-2.

2007-3

Condition: The County needs to improve its monitoring of, and controls over the dispensing of motor fuel from its inventory.

Current Status: See current year finding 2008-3.

2007-4

Condition: Although the landfill operating fund experienced a positive net income for 2007, the fund continues to have negative fund equity, indicating that its liabilities exceed its assets.

Current Status: This finding has been corrected, as this fund has positive fund equity at the end of 2008.

2007-5

Condition: In our testing of expenditures, we noted insufficient documentation of the County's adherence to its purchasing policy in that there was not a record of telephone bids or other determination of competitive costs being obtained for all expenditures requiring it.

Current Status: We noted no such instances in our testing of 2008 expenditures.

2007-6

Condition: A significant number of misclassifications were made in 2007 of expenditures in the Class B Road Fund. While these costs were properly in the road fund, they were recorded in incorrect expenditure accounts within the fund. This increases the difficulty County personnel experience in meeting the requirement to annually estimate the total cost required to maintain County roads and bridges at the agreed upon condition level.

Current Status: This is no longer a significant deficiency in 2008.

CURRENT YEAR STATUS OF PRIOR YEAR AUDIT FINDINGS (CONTINUED)

2007-7

Condition: Updated detailed job descriptions do not exist for many significant positions within the County.

Current Status: See current year finding **2008-6**

NONCOMPLIANCE

2007-8

Condition: As noted above in finding 2007-4, the landfill operation fund has negative fund equity at the end of 2007.

Current Status: This finding has been corrected, as this fund has positive fund equity at the end of 2008.

2007-9

Condition: As noted in prior year finding 2007-5 the County has not complied, in all cases, with its purchasing policy of requiring and documenting competitive telephone bids or other procedures to ensure competitive pricing on purchases over \$1,000.

Current Status: We noted no such noncompliance in testing 2008 expenditures.

This Schedule of Audit Findings and Responses is intended solely for the information and use of management, federal awarding agencies, pass-through entities and the Utah State Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.



HAWKINS CLOWARD & SIMISTER, LC

CERTIFIED PUBLIC ACCOUNTANTS

June 10, 2009



HAWKINS CLOWARD & SIMISTER

CERTIFIED PUBLIC ACCOUNTANTS, LC

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UTAH STATE COMPLIANCE REPORT BASED ON THE REQUIREMENTS, SPECIAL TESTS, AND PROVISIONS REQUIRED BY THE STATE OF UTAH'S LEGAL COMPLIANCE AUDIT GUIDE

Honorable Board of Commissioners
Juab County
Nephi, Utah

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Juab County, Utah, as of and for the year ended December 31, 2008, and have issued our report thereon dated June 10, 2009. As part of our audit, we have audited Juab County, Utah's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; special tests and provisions applicable to each of its major State assistance programs as required by the State of Utah Legal Compliance Audit Guide for the year ended December 31, 2008. The County received the following major State assistance programs from the State of Utah:

B & C Road Funds (Department of Transportation)
Liquor Law Enforcement (State Tax Commission)
Community Impact Loans (Department of Community and Economic Development)
Transient Room Tax (State Tax Commission)
Mineral Lease Distribution – Land exchange (Department of Community and Economic Development)

The County also received the following nonmajor grants which are not required to be audited for specific compliance requirements: (However, these programs were subject to test work as part of the audit of Juab County, Utah's financial statements.)

Payment in Lieu of Taxes (Department of Natural Resources)
Public Library Service Development Grant (Department of Community and Economic Development)
Bookmobile Service Transition Grant (Department of Community and Economic Development)
Predator Control Grant (Department of Natural Resources)
Mosquito Abatement Grant (Department of Health)
Surveyor Grant
Emergency Services Grant (Department of Public Safety)
E-911 Grant (Department of Public Safety)

Our audit also included test work on the County's compliance with those general compliance requirements identified in the State of Utah Legal Compliance Audit Guide, including:

Public Debt
Cash Management
Purchasing Requirements
Budgetary Compliance
Truth in Taxation and Property Tax Limitations
Liquor Law Enforcement
Justice Courts Compliance
B & C Road Funds
Uniform Building Code Standards
Statement of Taxes Charged, Collected, and Disbursed
Assessing and Collecting of Property Taxes
Transient Room Tax
Asset Forfeiture
Utah Retirement Systems
Other Compliance Issues

The management of Juab County is responsible for the County's compliance with all compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above, which are described below.

CURRENT YEAR FINDINGS

1. Finding

Cash receipts in the Sheriff's Office are not being remitted to the Treasurer's Office for deposit within three business days, as required by law.

Recommendation

We recommend the Sheriff's Office personnel remit all collections to the Treasurer's Office each Monday and Thursday to be in compliance with State law.

County's Response

We concur with the finding and have implemented the recommendation.

2. Finding

The County's expenditures exceeded budgeted amounts in the following departments:

General Fund

Data Processing	\$ 1,792
Clerk - Auditor	5,477
Attorney	13,245
Libraries	13,004
Extension Service	11,039
Contributions to private organizations	150
Sheriff	2,076
Miscellaneous	591
Emergency Services	762
East Juab Ambulance	9,567
Homeland Security	96,179
Drug Law Enforcement	5,180
Mosquito Abatement	2,749

RS2477 Special Revenue Fund

Materials, supplies and services	226
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Recommendation

We recommend that care be taken to hold departmental expenditures within budgeted amounts.

County's Response

We concur with the finding and will implement the recommendation.

CURRENT YEAR FINDINGS (CONTINUED)

3. Finding

The County underpaid the State for the amounts required to be collected for the Children's Legal Defense Fund and for Displaced Homemaker Fees, as part of marriage license collections.

Recommendation

We recommend a reconciliation be performed monthly to ensure the amount collected for these purposes is remitted the following month.

County's Response

We concur with the finding and will implement the recommendation.

4. Finding

In reviewing the transactions and balances in the Court Trust Fund, we noted that regular monthly reconciliations of the balances in the liability accounts are not being prepared. This has resulted in under- and over-remittances of amounts collected on behalf of the State, as well as liability accounts accumulated for which County personnel are unable to determine whose money is being held. This is particularly relevant to the JP Court bail account, which has a significantly larger balance than the detail record of money held indicates.

Recommendation

We recommend that a detail be maintained of each of the balances in the Court Trust Fund and reconciling the detail monthly to the balance reflected in the general ledger. The JP and Clerk's office should implement an automated system to track and reconcile the bail account.

County's Response

We concur with the finding and will implement the recommendation.

CURRENT STATUS OF PRIOR YEAR FINDINGS

1. Finding

The County's Landfill Operation Fund had a deficit retained earnings balance at December 31, 2007.

CURRENT STATUS OF PRIOR YEAR FINDINGS (CONTINUED)

Current Status

This finding was corrected. The Landfill Operation Fund had a positive fund equity at December 31, 2008.

2. Finding

The County's expenditures exceeded budgeted amounts in the following departments:

General Fund

Assessor	\$ 275
Libraries	6,377
Courthouse & Grounds	7,682
Jail	3,439
Sheriff	11,104
Search & Rescue	2,701

Current Status

There were some budget overages in 2008 also. See current year finding #2.

3. Finding

The County did not submit its 2007 unclaimed property report timely.

Current Status

This finding was corrected.

4. Finding

We noted 21 instances in which monies collected and due to the State were not remitted by the 10th day of the following month.

Current Status

The timeliness of remittance was corrected. However, there were instances in which the amount remitted were incorrect. See current year finding #3.

5. Finding

In reviewing the transactions and balances in the Court Trust Fund, we noted instances of balances for which County personnel were unable to provide the detail of the monies held.

Current Status

This finding remains uncorrected. See current year finding #4.

We considered the current year instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, Juab County, Utah complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; and special tests and provisions that are applicable to each of its major State assistance programs for the year ended December 31, 2008.

This report is intended solely for the information and use of management and the Utah State Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties.



HAWKINS CLOWARD & SIMISTER, LC

CERTIFIED PUBLIC ACCOUNTANTS

June 10, 2009

JUAB COUNTY

**Schedule of Expenditures
Transient Room Tax and
Tourism, Recreation, Culture and Convention Facilities Tax**

For the Year Ended December 31, 2008

Transient Room Tax

Establishing and promoting tourism	<u>\$ 59,036</u>
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Tourism, Recreation, Culture and Convention Facilities Tax (TRCC)

Operation and maintenance of Recreation Facilities	<u>\$ 93,039</u>
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